EOG Resources, Inc. P.O. 1910 Vernal, UT 84078

May 3, 2005

Utah Division of Oil, Gas, & Mining 1594 West North Temple, Suite 1210 P.O. Box 145801 Salt Lake City, UT 84114-5801

> RE: APPLICATION FOR PERMIT TO DRILL CHAPITA WELLS UNIT 950-30 SW/SW, SEC. 30, T9S, R23E UINTAH COUNTY, UTAH LEASE NO.: U-0337 FEDERAL LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

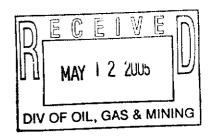
Ed Trotter P.O. Box 1910 Vernal, UT 84078 Phone: (435)789-4120 Fax: (435)789-1420

Sincerely,

Agent

EOG Resources, Inc.

Attachments



FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Serial No.

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001 APPLICATION FOR PERM	MIT TO DRILL OR REENTE		Indian, Allottee or	Tribe Name	
la. Type of Work: R DRILL		7. If Unit or CA Agreement, Name and No. CHAPITA WELLS UNIT			
1b. Type of Well: Oil Well X Gas Well Oth	er Single Zone X Multiple Zone		ease Name and We	II No. LS UNIT 950-30	
2. Name of Operator EOG RESOURCES, INC.		9. A	PI Well No. 43-04	7-36694	
3a. Address P.O. BOX 1815 VERNAL, UT 84078	3b. Phone No. (Include area code) (435)789-0790	N	eld and Pool, or Ex	ploratory UTTES	
At surface 468' FSL, 467' FWL 43 At proposed prod. Zone 449' At proposed prod.	1/1 mail no	S	EC. 30, T9S S.L.B.&	•	
14. Distance in miles and direction from nearest town or por 20.7 MILES SOUTHEAST OF OU 15. Distance from proposed*		<u> </u>	ounty or Parish INTAH g Unit dedicated to	13. State UTAH	
location to nearest property or lease line, ft. (Also to nearest drig. Unit line, if any)	2344	17. Spacing	come dedicated to	uns wen	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. See Topo Map C	19. Proposed Depth 8800°		BIA Bond No. on fi -2308	le	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5095.2 FEET GRADED GROUND	22. Approximate date work will start* UPON APPROVAL		23. Esti mated	-	
Attachments The following, completed in accordance with the requirements 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest Surveyor) Suppose the plan (if the appropriate Forest Serveyor).	Bond to cover th (see Item 20 al orest System Lands, the 5. Operator certifica	e operations un bove). tion. ecific informatio	less covered by an	existing bond on file nay be required	
25. Signature	Name (Printed/Typed) Ed Trotter	=		Date May 3, 2005	
Title Agent			*		
Approved by (Signature)	Name (Printed/Typed) BRADLEY G. HILI ENVIRONMENTAL SCIENTIS	L St III			
Title	Office		П П МА		
Application approval does not warrant or certify that the applicant conduct operations thereon.	icant holds legal or equitable title to those righ	ts in the subject	lease which would	entitle the applicant to IL, GAS & MINING	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Conditions of Approval, if any, are attached.

T9S, R23E, S.L.B.&M. N89*51'43"W - 2606.38' (Meas.) N89°50'45"W - 2643.09' (Meas.) 1977 Brass Cap 1977 Bross Cap 1977 Brass Cap 0.5' High, Pile in Center of 0.5' of Stones High Pile of Stones 10T 1 2651.54" 71,20.00A LOT 2 1977 Brass Cap 0.8' High, Pile of Stones 30 1977 Brass Cap 0.7' High, Pile of Stones, Steel Post LOT 3 LOT 4 10.00N CWU #950-30 ିଞ୍ଜ Elev. Ungraded Ground = 5096' 1977 Brass Cap 589*59'15"W - 5261.57' (Meas.) 1977 Brass Cap (AUTONOMOUS NAD 83) LEGEND: LATITUDE = 40.00'03.62" (40.001006) LONGITUDE = 109'22'38.21" (109.377281) 90" SYMBOL (AUTONOMOUS NAD 27) PROPOSED WELL HEAD. LATITUDE = $40^{\circ}00'03.74"$ (40.001039) = SECTION CORNERS LOCATED. LONGITUDE = 109'22'35.76" (109.376600)

EOG RESOURCES, INC.

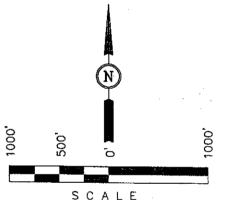
Well location, CWU #950-30, located as shown in the SW 1/4 SW 1/4 of Section 30, T9S, R23E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

BENCH MARK 58EAM (1965) LOCATED IN THE NE 1/4 OF SECTION 30, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5132 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF

REGISTERED LAND SURVEYOR REGISTRATION NO. 161319 STATE OF UTAH

Untah Engineering & Land Surveying 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED:	DATE DRAWN: 3-4-05		
PARTY G.S. M.B. E.C.O.	REFERENCES G.L.O. PLAT			
WEATHER WARM	FILE EOG RESOURC	ES, INC.		

CHAPITA WELLS UNIT 950-30 SW/SW, SEC. 30, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	DEPTH (KB)
Green River	2,361'
Wasatch	4,468'
Chapita Wells	5,036'
Buck Canyon	5,717
North Horn	6,403
Island	6,698'
KMV Price River	6,884'
KMV Price River Middle	7,520'
KMV Price River Lower	8,227
Sego	8,730'

EST. TD: 8,800'

Anticipated BHP 3800 PSI

3. PRESSURE CONTROL EQUIPMENT:

5000 PSIG BOP Schematic Diagram attached.

4. CASING PROGRAM:

****							RATING FACTOR
HOLE SIZE	<u>INTERVAL</u>	<u>LENGTH</u>	<u>SIZE</u>	<u>WEIGHT</u>	<u>GRADE</u>	<u>THREAD</u>	COLLAPSE BURST TENSILE
17 ½"	0' - 45'	45'	13 %"	48.0#	H-40	STC	770 PSI 1730 PSI 322,000#
12 1/4"	45' - 2300'+/- KB	2300' +/-	9 %"	36.0 #	J-55	ST&C	2020 PSI 3520 PSI 394,000#
7 7/8"	2300' – TD +/-KB	8,800' +/-	4 ½"	11.6#	N-80	LT&C	6350 PSI 7780 PSI 223,000#

Note: The 12 1/4" Intermediate hole will be drilled to a total depth of 200' below the base of the Green River lost circulation zone and 9 1/8" casing will be set to that depth. Actual setting depth of the 9 1/8" casing may be less than 2300' in this well.

All casing will be new or inspected.

5. Float Equipment:

Surface Hole Procedure (0-45' Below GL):

None

Intermediate Hole Procedure (45'-±2300')

Guide Shoe

Insert Float Collar (PDC drillable)

Cents.: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

CHAPITA WELLS UNIT 950-30 SW/SW, SEC. 30, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

Float Equipment (Continued):

Production Hole Procedure (± 2300'-TD'):

FS, 1 joint of casing, FC, and balance of casing to surface. Run 11.6#, N-80 burst rating or equivalent marker collars or short casing joints at \pm 7,539' (Top of Price River) and \pm 4,600' (400' above the Wasatch) (alter depth if needed to avoid placing across any potentially-productive intervals). Centralize 5' above shoe on joint #1, top of joint #2, then every 2nd joint to 400' above Price River top (50 total). Thread lock FS, top and bottom of FC, and top of 2^{nd} joint.

6. MUD PROGRAM

Surface Hole Procedure (0-45' below GL):

Air - Air Water Mist

Intermediate Hole Procedure (45'-± 2300'):

Water (circulate through reserve pit) with Gel/LCM sweeps.

Production Hole Procedure (± 2300'-TD):

±2300-7500' Use water (circulated through reserve pit) with PHPA polymer sweeps on a regular basis. Adjust frequency of sweeps based on cuttings quality and hole conditions. Gel/LCM sweeps can also be used for additional cleaning and for reducing seepage, but should not be "substituted" for the PHPA sweeps.

While on water, spot either salt water or pre-mixed weighted mud as required to prevent flow during trips after gas influxes have been encountered. Watch cuttings size, shape and quantity to determine if increase in mud weight is required. Increased mud weight is often the key to shale stability in this area. Treat for any CO₂ contamination with Lime and Gyp.

7500'- TD' Close mud system in. "Mud up" with Hi-Yield bentonite for primary viscosity and PHPA polymer for supplemental viscosity and clay encapsulation/inhibition. Utilize white Starch or PAC for filtration control. Treat with bactericide if required. Maintain pH in 9.0-10.0 range.

Expect increasing gas influxes requiring heavier mud weights as drilling progresses. Adjust mud weight as needed. Use deflocculants/thinners if required to maintain good flow properties.

Run LCM sweeps periodically to seal-off loss zones. Adjust sweep frequency based on observed losses. Maintain water loss 15 cc's or less. Treat CO₂ contamination with Lime and/or Gypsum.

CHAPITA WELLS UNIT 950-30 SW/SW, SEC. 30, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

7. VARIANCE REQUESTS:

- A. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line (Where possible, a straight run blooie line will be used).
- B. EOG Resources, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. (Not required on aerated water system).
- C. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be 75' in length.

8. EVALUATION PROGRAM:

Logs: No Open Hole Logs Cased Hole Logs.

9. CEMENT PROGRAM:

Surface Hole Procedure (0-45' Below GL)
Redi Mix Cement

Intermediate Hole Procedure (45'-± 2300'):

Option #1

Lead: 85 sks: (50% excess volume) Class 'G' lead cement (coverage from 1700-1000') with 5% D44 (Salt), 12% D20 (Bentonite), 1% D79% (Extender), 0.25% D112 (Fluid Loss Additive), 0.2% D46 (Anti-Foamer) & 0.25 pps D29 (Cellophane flakes) mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail: 290 sks: (50% excess volume) Class 'G' cement (coverage from 2700-1700') with 10% D53 (Gypsum), 2% S1 (CaCl2) & 0.25 pps D29 (Cellophane flakes) mixed at 14.2 ppg, 1.61 ft³/sk., 7.9 gps water.

Option 2:

Lead: 210 sks: (60% excess volume) Class 'G' lead cement (coverage from 2300-1800') with 2% BWOC (Calcium Chloride), ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2 gps water.

Tail: 720 sks: (60% excess volume) Class 'G' cement (coverage from 1800'-Surface) with 2% BWOC (Calcium Chloride), 1/4#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2 gps water.

CHAPITA WELLS UNIT 950-30 SW/SW, SEC. 30, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

CEMENT PROGRAM (Continued):

Production Hole Procedure (± 2300' to TD)

Lead: 110 sks 35:65 Poz G w/ 4% D20 (Bentonite), 2% D174 (Extender), 0.2% D65 (Dispersant), 0.2% D46 (Antifoam), 0.75% D112 (Fluid Loss Additive), 0.15% D13 (Retarder), 0.25 pps D29 (cello flakes), mixed at 13.0 ppg, 1.73 ft³/sk., 9.06 gps water

Tail: 190 sks: 50:50 Poz G w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.15% D13 (Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at 14.1 ppg, 1.28 ft³/sk., 5.9 gps water.

10. ABNORMAL CONDITIONS:

Intermediate Hole (45'-± 2300'):

Lost circulation

Production Hole (± 2300'-TD):

Sloughing shales and key seat development are possible in the Wasatch Formation.

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

5000 PSIG DIAGRAM

OR PIT

ANNULAR PREVENTOR AND BOTH RAMS ARE 5000 PSIG RATED. CASING FLANGE IS 11" 5000 PSIG RATED. **ROTATING HEAD** BOPE 11" 5000 PSIG TESTING PROCEDURE: FLOW LINE 1. BOPE's will be tested with a professional tester to conform to Onshore Order #2 with retest every 14 days. 2. Blind & Pipe rams will be tested to rated working pressure, 5000 psig. 3. Annular preventor will be tested to 50% of working pressure, 2500 psig. 4. Casing will be tested to 0.22 psi/ft. or 2500 psig. Not to exceed 70% of burst **ANNULAR** strength, whichever is greater. PREVENTER 5. All lines subject to well pressure will be pressure-tested to the same pressure as blind & pipe rams. 6. All BOPE specifications and configurations will meet Onshore Order #2 requirements for 5000 psig BOPE specifications. PIPE RAMS **CHOKE MANIFOLD** 2" MIN ADJUSTABLE CHOKE TO MUD/GAS SEPARATOR OR PIT **BLIND RAMS** 3" MINIMUM RATED **5000 PSIG** 3" MINIMUM 2" KILL LINE BLEED LINE TO PIT 3" DIAMETER CASING \FLANGE(2" MINIMUM SPOOL 11" 5000 PSIG TO MUD/GAS SEPARATOR ADJUSTABLE CHOKE

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator:

EOG Resources, Inc.

Well Name & Number: Chapita Wells Unit 950-30

Lease Number:

U-0337

Location:

468' FSL & 467' FWL, SW/SW, Sec. 30,

T9S, R23E, S.L.B.&M., Uintah County, Utah

Surface Ownership:

Federal

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction

of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice:

- at least twenty-four (24) hours prior to

spudding the well.

Casing String and

Cementing

- twenty-four (24) hours prior to running

casing and cementing all casing strings.

BOP and related

Equipment Tests

- twenty-four (24) hours prior to running

casing and tests.

First Production

Notice

- within five (5) business days after new

Well begins or production resumes after Well has been off production for more

than ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 20.7 miles southeast of Ouray, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 0.2 miles in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/ 18 foot running surface.
- C. Maximum grade on access road will be 8%.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of-Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. <u>LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF</u> PROPOSED WELL LOCATION

- A. Abandoned wells 5*
- B. Producing wells 22*
- C. Shut in wells 4*

(*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, 300 Bbl vertical or 200 Bbl low profile, condensate tank, and attaching piping.
- 2. Gas gathering lines A 4" gathering line will be buried from dehy to the edge of the location.

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. A 4" OD steel above ground natural gas pipeline will be laid approximately 2340' from proposed location to a point in the SE/SE of Section 25, T9S, R22E, where it will tie into Questar Pipeline Co.'s existing line. Proposed pipeline crosses Federal lands within the Chapita Wells Unit, thus a Right-of -Way grant will not be required.
- 3. Proposed pipeline will be a 4" OD steel, welded line laid on the surface.
- 4. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery.

The production facilities will be placed on the East side of the location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. Facilities

required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

The required paint color is Carlsbad Canyon.

If at any time the facilities located on public land and authorized by the terms of the lease are no longer included in the lease (due to a contraction in the unit or other lease or unit boundary change), BLM will process a change in authorization to the appropriate statute. The authorization will be subject to appropriate rental or other financial obligation as determined by the authorized officer.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from Ouray Municipal Water Plant at Ouray, Utah, and/or Target Trucking Inc.'s water source in the SW/SW, Sec. 35, T9S, R22E, Uintah County, Utah (State Water Right #49-1501). Produced water from the Chapita Wells and Stagecoach Units will also be used.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of the location.
- B. All construction material will come from Federal Land.
- C. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.
- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following three locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).

- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or be removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

On BLM administered land:

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with a plastic liner. A felt liner will also be installed if rock is encountered during pit construction.

8. ANCILLARY FACILITIES

A. No airstrips or camps are planned for this well.

9. WELLSITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.
- D. The approved seed mixture for this location is:

Four-Wing Salt Bush – 3 pounds per acre Indian Rice Grass – 2 pounds per acre Needle and Thread Grass – 2 pounds per acre Hi-Crest Crested Wheat Grass – 1 pound per acre.

The reserve pit will be located on the Southeast corner of the location. The flare pit will be located downwind of the prevailing wind direction on the South side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled pit topsoil will be stored separate from the location topsoil West of Corners B and 5. The stockpiled location topsoil will be stored East and West of Corner #1. Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture for this location and then walked down with a Caterpiller tractor.

Access to the well pad will be from the Southwest.

Corners #6 & #8 will be rounded off to minimize excavation.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is to be regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

B. DRY HOLE/ABANDONED LOCATION

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriate surface rehabilitation conditions of approval.

11. SURFACE OWNERSHIP

Access road: Federal Location: Federal

12. OTHER INFORMATION

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:
 - whether the materials appear eligible for the National Register of Historic Places;
 - the mitigation measures the operator will likely have to undertake before the site can be used.
 - a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification

from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM, or the appropriate County Extension Office. On BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

Additional Surface Stipulations

None

LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

PERMITTING AGENT

Ed Trotter P.O. Box 1910 Vernal, UT 84078

Telephone: (435)789-4120

Fax: (435)789-1420

DRILLING OPERATIONS

Donald Presenkowski EOG Resources, Inc.

P.O. Box 250

Big Piney, WY 83113

Telephone: (307)276-4865

All lease or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. EOG Resources, Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that presently exist; that the statements made in the Plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

Please be advised that EOG Resources, Inc. is considered to be the operator of the Chapita Wells Unit 950-30 Well, located in the SW/SW of Section 30, T9S, R23E, Uintah County, Utah; Lease #U-0337; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is provided under Bond #NM 2308.

Agent State

5-3-2005

Date

EOG RESOURCES, INC. CWU #950-30 SECTION 30, T9S, R23E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.3 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST: TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 12.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH: TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 2.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY, THEN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1,2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION APPROXIMATLEY 0.5 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTH; FOLLOW ROAD FLAGS IN A SOUTHERLY, THEN EASTERLY DIRECTION APPROXIMATLEY 0.2 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 51.7 MILES.

EOG RESOURCES, INC.

CWU #950-30

LOCATED IN UINTAH COUNTY, UTAH SECTION 30, T9S, R23E, S.L.B.&M.

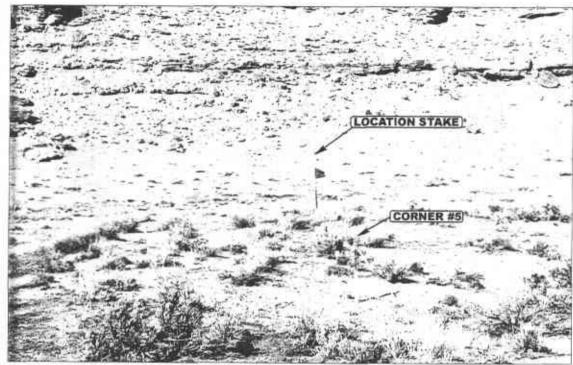


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHERLY

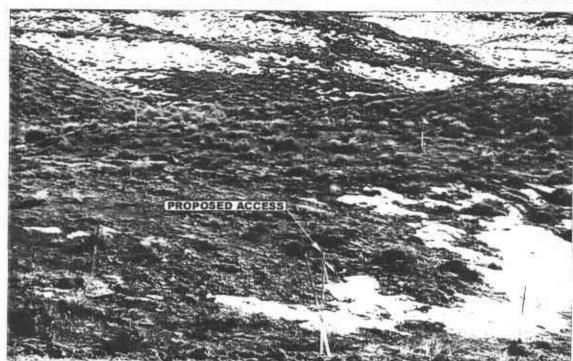


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHEASTERLY



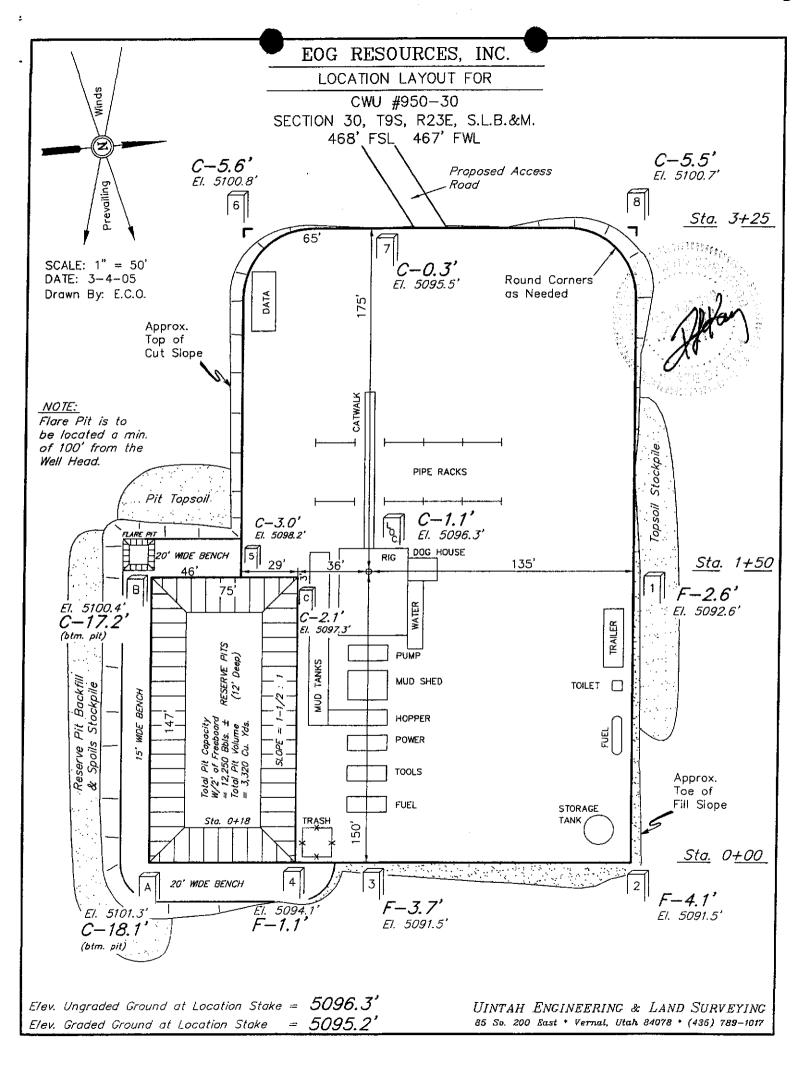
Uintah Engineering & Land Surveying

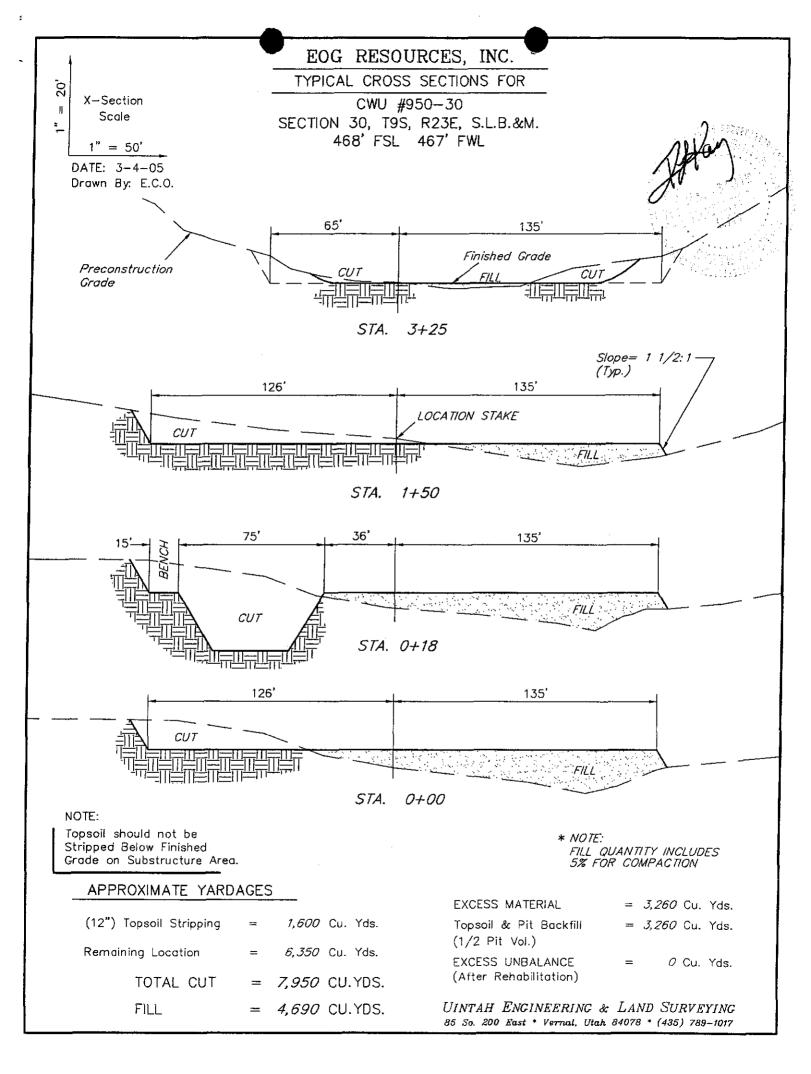
S South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

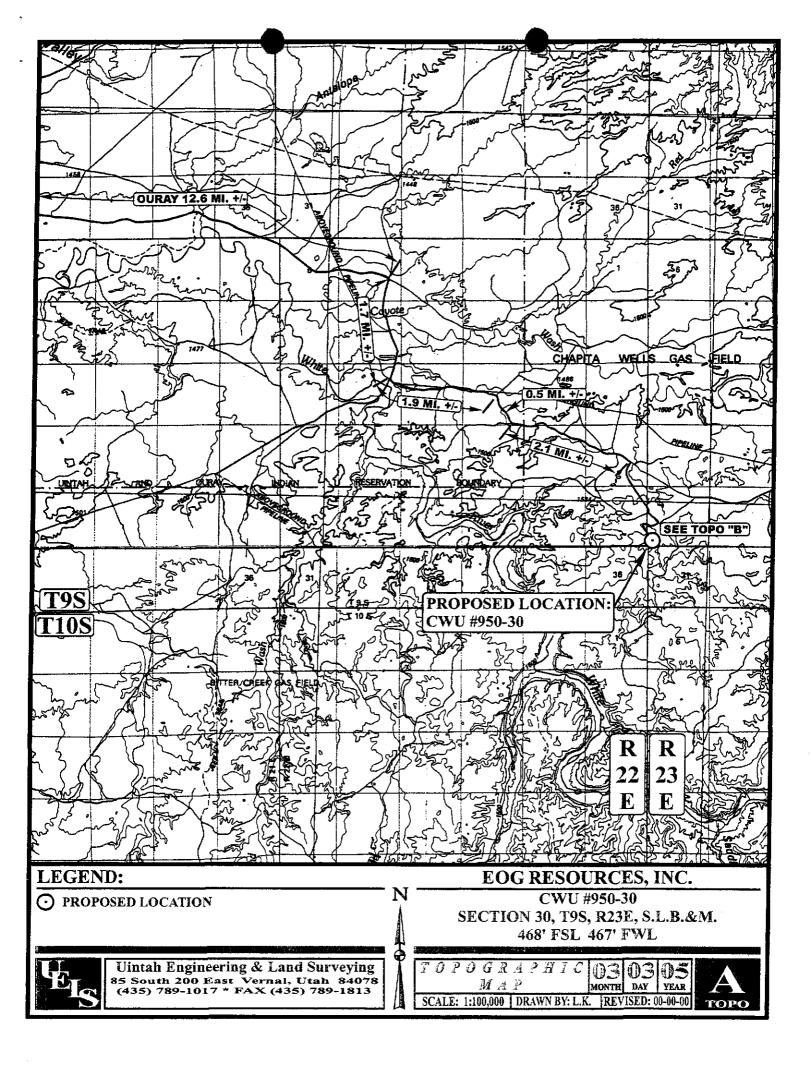
LOCATION PHOTOS

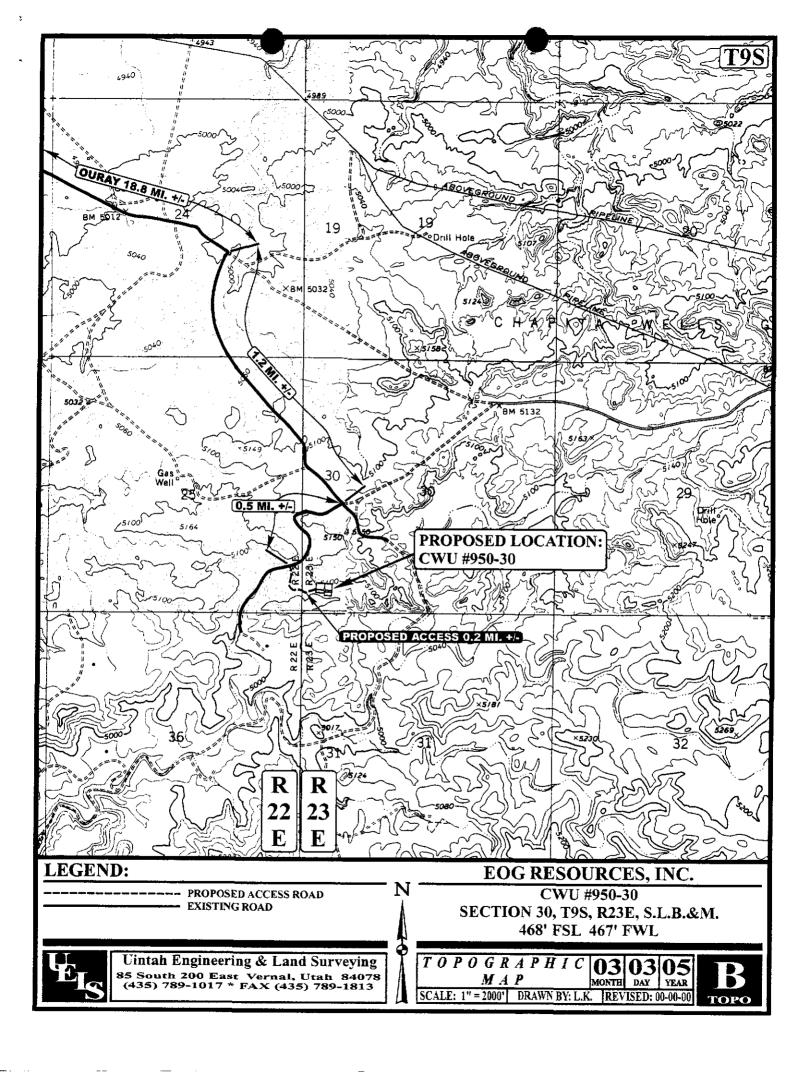
03 03 05 MONTH DAY YEAR TREVISED: 00-400-00

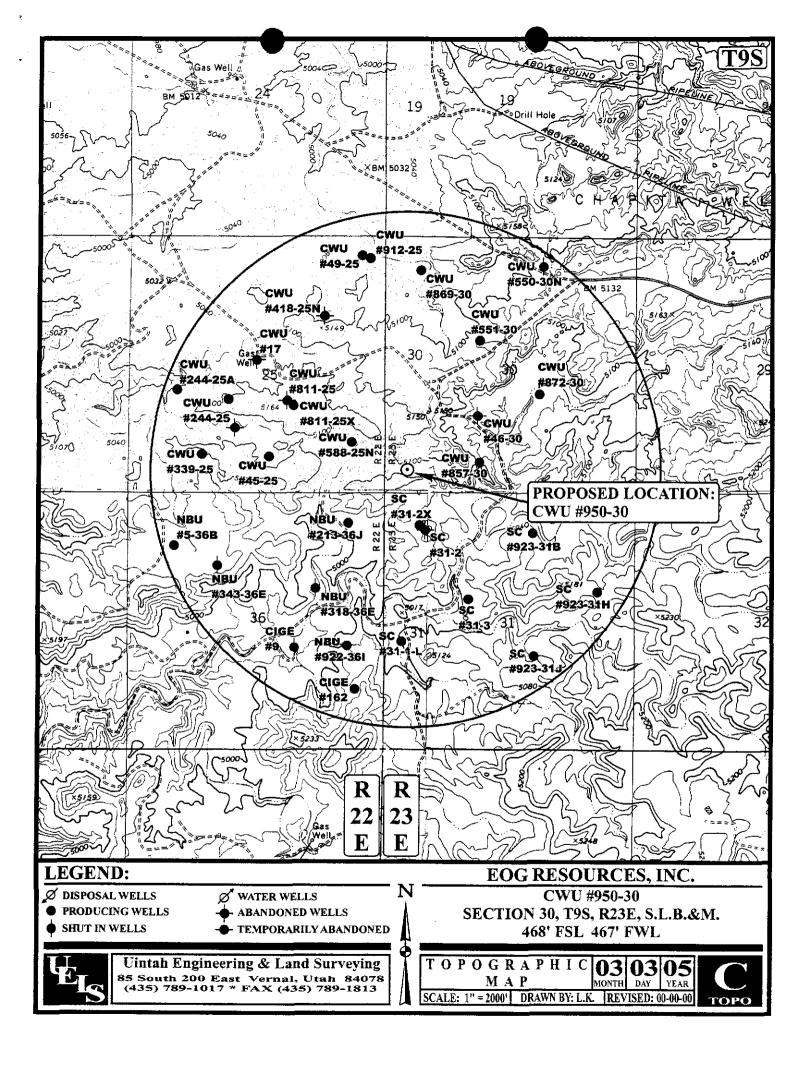
РНОТО

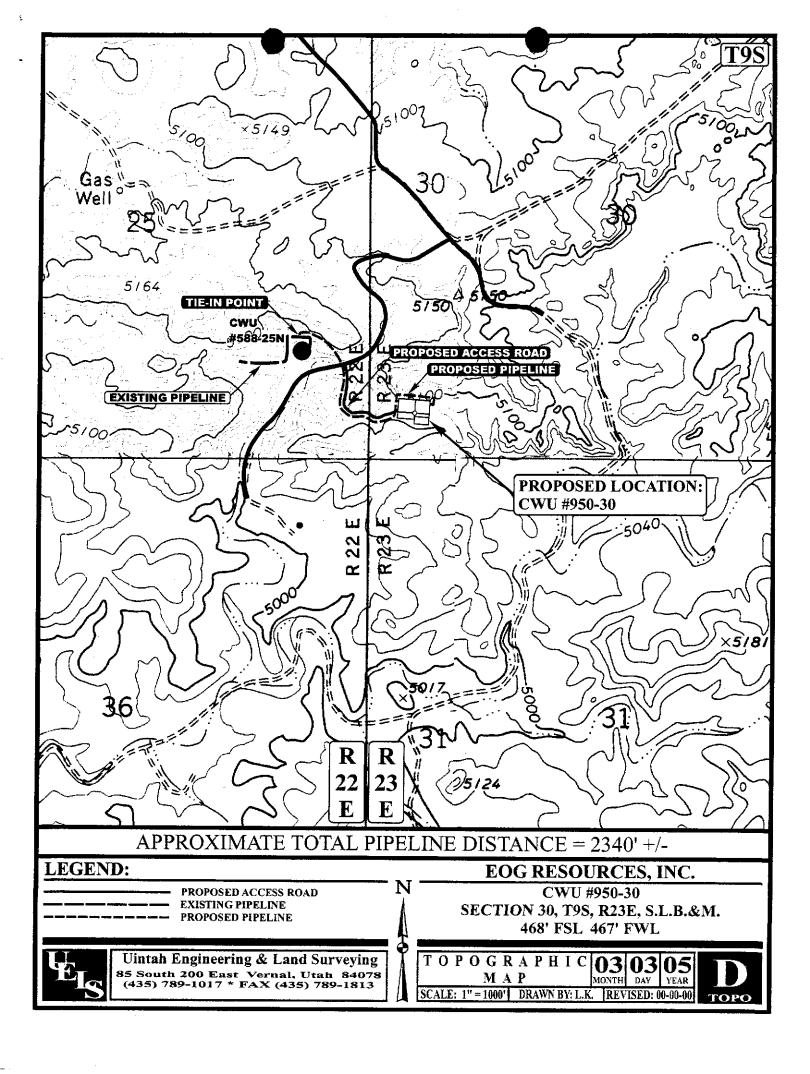






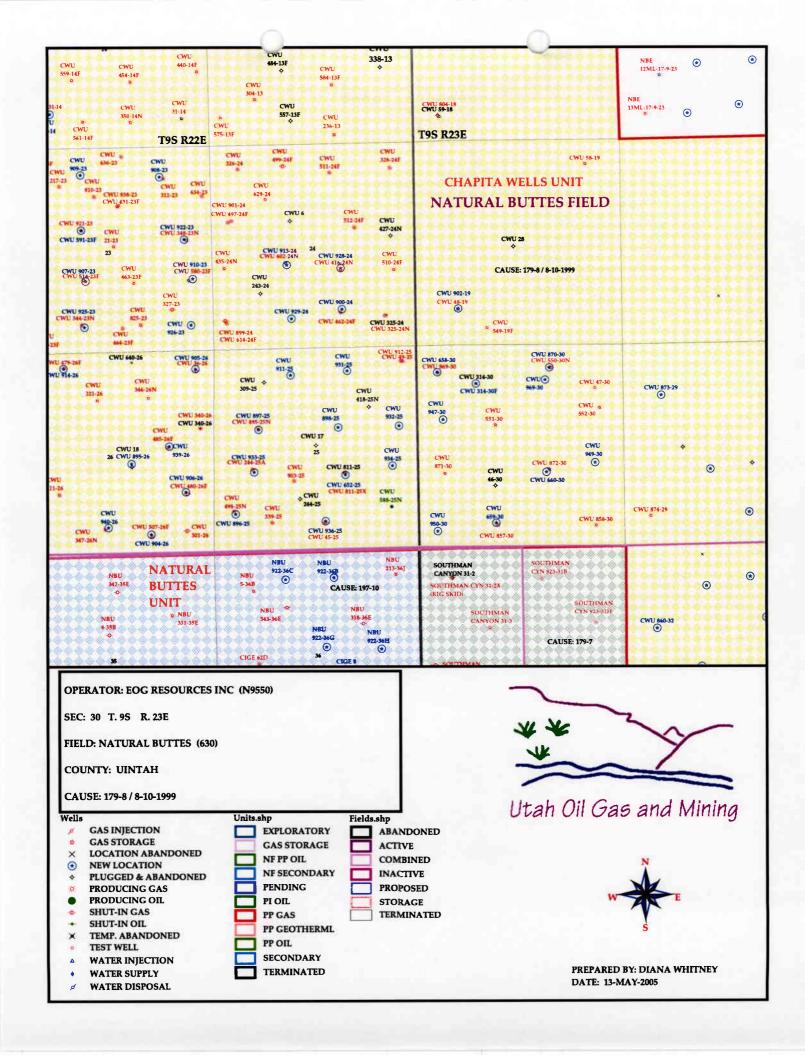






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 05/12/2005	API NO. ASSIGNED: 43-047-36694
WELL NAME: CWU 950-30 OPERATOR: EOG RESOURCES INC (N9550) CONTACT: ED TROTTER	PHONE NUMBER: 435-789-4120
PROPOSED LOCATION: SWSW 30 090S 230E SURFACE: 0468 FSL 0467 FWL BOTTOM: 0468 FSL 0467 FWL UINTAH NATURAL BUTTES (630) LEASE TYPE: 1 - Federal LEASE NUMBER: U-0337 SURFACE OWNER: 1 - Federal PROPOSED FORMATION: PRRV COALBED METHANE WELL? NO	INSPECT LOCATN BY: // Tech Review Initials Date Engineering Geology Surface LATITUDE: 40.00110 LONGITUDE: -109.3767
RECEIVED AND/OR REVIEWED: Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. NM-2308) Potash (Y/N) Note 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-1501) RDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N)	LOCATION AND SITING: R649-2-3. Unit CHAPITA WELLS R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: 179-8 Eff Date: 8-10-1999 Siting: Sitin
STIPULATIONS: - Lad	una () Apprava ()



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

May 17, 2005

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2005 Plan of Development Chapita Wells Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2005 within the Chapita Wells Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Price River)

43-047-36687 CWU 980-12 Sec 12 T09S R22E 1834 FNL 0631 FWL 43-047-36688 CWU 1010-22 Sec 22 T09S R22E 0949 FNL 2147 FEL 43-047-36689 CWU 918-23 Sec 23 T09S R22E 0195 FNL 0606 FWL 43-047-36692 CWU 1002-27 Sec 27 T09S R22E 2305 FNL 1574 FWL 43-047-36696 CWU 939-26 Sec 26 T09S R22E 2487 FNL 1179 FEL 43-047-36691 CWU 940-26 Sec 26 T09S R22E 0735 FSL 2519 FWL 43-047-36690 CWU 929-24 Sec 24 T09S R22E 0735 FSL 2519 FWL 43-047-36693 CWU 817-28 Sec 28 T09S R23E 0735 FSL 2028 FWL 43-047-36694 CWU 950-30 Sec 30 T09S R23E 0468 FSL 0467 FWL 43-047-36695 CWU 969-30 Sec 30 T09S R23E 0944 FNL 1992 FEL 43-047-36697 CWU 528-12 Sec 12 T09S R22E 1450 FNL 1800 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

May 17, 2005

EOG Resources, Inc. P O Box 1815 Vernal, UT 84078

Re: Chapita Wells Unit 950-30 Well, 468' FSL, 467' FWL, SW SW, Sec. 30,

T. 9 South, R. 23 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-36694.

Sincerely,

Xil Hunt

Gil Hunt

Acting Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office

API Number:	43-047-36694			
Lease:	U-0337			

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

ŝ.	Lease Serial No.		

U-0337

APPLICATION FOR PERM	MIT TO DRILL OR REENT	ER 6. I	f Indian, Allottee or	Tribe Name
Ia. Type of Work: X DRILL	□ REENTER MAY 1 1 2005		CHAPITA V	ment, Name and No.
1b. Type of Well: Oil Well X Gas Well Oth	er Single Zone X Multiple Zone	3 7 8	ease Name and We APITA WEL	il No. LS UNIT 950-30
2. Name of Operator EOG RESOURCES, INC.		9. A	PI Well No.	36694
3a. Address P.O. BOX 1815 VERNAL, UT 84078	3b. Phone No. (Include area code) (435)789-0790	N	eld and Pool, or Exp	ploratory UTTES
4. Location of Well (Report location clearly and in according At surface 468' FSL, 467' FWL At proposed prod. Zone	Lot 4 SW/SW		EC. 30, T9S. S.L.B.&I	•
14. Distance in miles and direction from nearest town or por 20.7 MILES SOUTHEAST OF O			ounty or Parish	13. State UTAH
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. Unit line, if any)	16. No. of Acres in lease 2344		Unit dedicated to	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. See Topo Map C	19. Proposed Depth 8800		BIA Bond No. on file	le
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5095.2 FEET GRADED GROUND	22. Approximate date work will start* UPON APPROVAL 24. Attachments		23. Esti mated 45 DAY	
Attachments The following, completed in accordance with the requir 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National For SUPO shall be filed with the appropriate Forest Serv	4. Bond to cover the (see Item 20 a prest System Lands, the 5. Operator certification of the Company of the Com	ne operations un bove). ation. ecific information	ess covered by an e	existing bond on file
5. Signature	Name (Printed/Typed) Ed Trotter	ation. ecific information and control of the contro	OUNTA	Date May 3, 2005
Title Agent	Oil	Car COL		
Approved by (Signatura)	Name (Printed/Typed) PETER K Solksto.	J ,	Date	f 2005
Title Assistant Field Manager CRNL Mineral Resources	Office Visande 17120 012			

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Conditions of Approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowing and make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

COAs Page 1 of 2 Well No.: CWU 950-30

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Operator/Company: <u>EOG Resources Inc.</u>	_
Well Name/Number: <u>CWU 950-30</u>	
API Number: 43-047-36694	
Location: <u>Lot 4</u> Sec. <u>30</u> T. <u>98</u> R. <u>23E</u>	
Lease Number: UTU-0337	
Agreement Name (If Applicable): Chapita Wells MV E	

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware that fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

Please submit an electronic copy of all logs run on this well in LAS format. This submission will supersede the requirement for submittal of paper logs to the BLM. The cement bond log must be submitted in raster format (TIF, PDF or other).

(1) Proposed production casing cementing volumes are inadequate and does not circulate cement to a high enough fill-up. Additional cement beyond the proposed levels indicated in the operators application will need to be pumped. The cement volumes pumped should include appropriate excess factors. For the cementing program of the production casing string, the circulation or top of cement on the production string is to be at a minimum two hundred feet (200') above the formation named Wasatch. Per BLM estimates, the formation named Wasatch is estimated to be at depth feet 4627. Production casing string circulation or top of cement is to be at or above depth feet 4427 toc formn~Wasatch.

COAs Page 2 of 2 Well No.: CWU 950-30

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Michael Lee

(435) 828-7875

Petroleum Engineer

Matt Baker

(435) 828-4470

Petroleum Engineer

BLM FAX Machine (435) 781-4410

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- 1. Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an Interim Surface Reclamation Plan for surface disturbance on well pads, access roads, and pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the extent possible; the respreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt.
- 2. As a Best Management Practice (BMP), the pipeline will be buried within the identified construction width of an access corridor that contains the access road and pipelines. Exceptions to this BMP may be granted where laterally extensive, hard indurated bedrock, such as sandstone, is at or within 2 feet of the surface; and, soil types with a poor history of successful rehabilitation).
- 3. Prior to abandonment of a buried pipeline, the operator will obtain authorization from the appropriate regulatory agency. BLM will determine whether the pipeline and all above ground pipeline facilities shall be removed and unsalvageable materials disposed of at approved sites or abandoned in place. Reshaping and revegetation of disturbed land areas will be completed where necessary.
- 4. During interim management of the surface, use the following seed mix: 9 lbs of Hycrest Crested Wheatgrass & 3 lbs of Kochia prostrate.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company:	EO	G RESOU	RCES INC		
Well Name:	CV	<u>VU 950-30</u>			
Api No: 43-047-	-36694	Lease	Туре:	FEDERAL	
Section 30 Townsh	nip <u>09S</u> Rar	nge <u>23E</u>	_County_	UINTAH	
Drilling Contractor	ROCKE	R DRILLII	NG	RIG #1	
	05/03/06				
_	5:00 PM DRY				
Drilling will Comn	nence:				
Reported by	DALL	COOK			
Telephone #	(435) 8	28-3630			
Date <u>05/04/2006</u>	Signed_	C	HD		

FORM 6

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

ENTITY	ACTION	FORM	

Operator:

EOG RESOURCES

Operator Account Number: N 9550

Address:

P.O. BOX 1815

city VERNAL

state UT Zip 84078 Phone Number: (435) 781-9111

API Number	Well Name		QQ Sec T		TWP	Rng County	
43-047-36694	CHAPITA WELLS U	IT 950-30 SWSW 30 9S		23E UINTAH			
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
D	99999	13918	5/3/2006		5	/11/06	
Comments: O	RRV= MVR	N					

18/-11 7

API Number	Well	QQ	\$ec	Twp	Rng	County	
43-047-35681	CHAPITA WELLS UNIT 889-16		NESW	16	9\$	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
.DB	99999	13650	5/4/2006		,	5/11/06	
Comments: B				- K			

Well 3

API Number	Well Name		QQ	QQ Sec Tw		Twp Rng Cou	
43-047-35679	CHAPITA WELLS UNIT 891-16		NENE	16	98	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
ø B	99999	13650	5/4/06		\$	5/11/06	
Comments: BL	KHK= MURI						K

ACTION CODES:

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

Kaylene R. Gardner

Regulatory Assistant

5/10/2006

Title

Dato

(\$/2000)

MAY 1 0 2006

San OF Car. Care a faith of

Form 3160-5 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

6.	If In	dian.	Allo	ttee or	Tribe	Name

5. Lease Serial No. U-0337

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

	is form for proposals ell. Use Form 3160-3 (6. II IIIQIAII.	Another of Thoe Name	
SUBMIT IN TR	7. If Unit or CA/Agreement, Name and/or N CHAPITA WELLS UNIT					
1. Type of Well Oil Well	Gas Well Other			8. Well Nan	ne and No.	
2. Name of Operator EOG RESOU	JRCES, INC			9. API We		
3a. Address 3b. Phone No. (include area co P.O. BOX 1815 VERNAL, UT 84078 435-781-9111			area code)	43-047-36694 10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)				RAL BUTTES	
468' FSL 467' FWL (SWSW) : SECTION 30, T9S, R23E 40.0					or Parish, State H COUNTY, UTAH	
12. CHECK AI	PPROPRIATE BOX(ES) TO	DINDICATE NATUR	E OF NOTICE, F	REPORT, OR	OTHER DATA	
TYPE OF SUBMISSION		TYP	E OF ACTION			
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair Change Plans	Deepen Fracture Treat New Construction Plug and Abandon	Production (St Reclamation Recomplete Temporarily A	,	Water Shut-Off Well Integrity Other	
Final Abandonment Notice	Convert to Injection	Plug Back	✓ Water Disposal			

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

EOG Resources, Inc. requests authorization for disposal of produced water from the referenced well to any of the following locations.

- 1. Natural Buttes Unit 21-20B SWD
- 2. Ace Disposal
- 3. RN Industries

Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)		
KAYLENER. GARDNER	Title REGULA	TORY ASSISTANT
Signature	Date	05/10/2006
THIS SPACE FOR FEDERAL	OR STATE	OFFICE USE
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject leas which would entitle the applicant to conduct operations thereon.		
which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212 make it a crime for any n	erson knowingly	and willfully to make to any department or agency of the U

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

RECEIVED MAY 1 1 2006

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED
OM B No. 1004-0137
Expires: March 31, 2007

5. Lease Serial No. U-0337

6.	lf	Indian,	Allottee	or	Tribe	Name
----	----	---------	----------	----	-------	------

Do not use th abandoned we	is form for proposals t ell. Use Form 3160-3 (to drill or to re-early (APD) for such pro	oosals.	O. II INGIGUI	
SUBMIT IN TRIPLICATE- Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No. CHAPITA WELLS UNIT	
	Gas Well Other			8. Well Na CHAP	me and No. ITA WELLS UNIT 950-30
Name of Operator EOG RESOL	JRCES, INC			9. API W	ell No.
3a Address 3b. Phone No. (include area code) P.O. BOX 1815 VERNAL, UT 84078 435-781-9111				43-047-36694 10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 468' FSL 467' FWL (SWSW) S.L.B.&M SECTION 30, T9S, R23E 40.001006 LAT 109.377281 LON				11. County	RAL BUTTES or Parish, State AH COUNTY, UTAH
12. CHECK A	PPROPRIATE BOX(ES) TO) INDICATE NATUR	E OF NOTICE, R	EPORT, OF	ROTHER DATA
TYPE OF SUBMISSION		TYF	E OF ACTION		
Notice of Intent ✓ Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (Statement Reclamation Recomplete Temporarily At Water Disposal	oandon	Water Shut-Off Well Integrity Other WELL SPUD
If the proposal is to deepen direction Attach the Bond under which the following completion of the in	ectionally or recomplete horizonta the work will be performed or provolved operations. If the operation tinal Abandonment Notices must be	illy, give subsurface location vide the Bond No. on file v n results in a multiple comp	is and measured and the rith BLM/BIA. Requir letion or recompletion i	ie vertical dept ed subsequent in a new interv	ork and approximate duration thereof. hs of all pertinent markers and zones. reports must be filed within 30 days al, a Form 3160-4 must be filed once en completed, and the operator has

EOG Resources, Inc. spud a 20" surface hole at the referenced location 5/3/2006 at 5:00 p.m. Dall Cook, representative for EOG, notified Michael Lee of the Vernal BLM office and Carol Daniels of the Utah Division of Oil Gas and Mining of the spud 5/3/2006 @ 4:15 p.m.

RECEIVED

MAY 1 5 2006

		DIV. OF OIL, GA	CRANNE
14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)	Title	REGULATORY ASSISTANT	
KAYLENE R. GARDNER	Title		
Signature Quelle Signature	Date	05/11/2006	
THIS SPACE FOR FEDERAL	OR	STATE OFFICE USE	
Anarouadhu		Title	Date
Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrancertify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon.	nt or ase	Office	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any States any false, fictitious or fraudulent statements or representations as to any matter	person r within	knowingly and willfully to make to a its jurisdiction.	any department or agency of the United

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

	OF LAND MANAGEMEN			5. Lease Serial U-0337	No.
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					Allottee or Tribe Name
SUBMIT IN TRIPLICATE- Other instructions on reverse side.					CA/Agreement, Name and/or No.
1. Type of Well Gas Well	1. Type of Well Gas Well Other				
2. Name of Operator EOG RESOURCES, INC.	C			9 API Well	No.
3a Address		No. (include area co	ode)	43-047-3	
P.O. BOX 1815 VERNAL, UT 84078	435-781	-9111			Pool, or Exploratory Area AL BUTTES
 Location of Well (Footage, Sec., T., R., M., or. 468' FSL 467' FWL (SWSW) S.L.B.&M SECTION 30, T9S, R23E 40.001006 LAT 				11. County or	
12. CHECK APPROPRIA	TE BOX(ES) TO INDICATE	E NATURE OF	NOTICE, RI	EPORT, OR	OTHER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION		
	Casing Fracture	TreatI	Production (Star Reclamation		Water Shut-Off Well Integrity ✓ Other
II SHOSEGRERI KEDOH		_	Recomplete Femporarily Aba		Other
Einel Ahandanment Notice	vert to Injection Plug Bac	,	Water Disposal		
testing has been completed. Final Abandons determined that the site is ready for final inspector of the second sec	pection.) sion to spread 10 - 25lb bucke	ts of Polyswell in t	the reserve pit	. The Polyswe	ll will be placed on the ground
6/81/06 CHD	Accepte Utah Div Oil, Gas a Date: \$\int 22 By: \int \text{Y}	d by the vision of and Mining		Federal Ap Action I	oproval Of This s Necessary
14. Thereby certify that the foregoing is tru Name (Printed/Typed) KAYLENE R. GARDNER	e and correct	Title REGUL	ATORY ASSI	ISTANT	
Signatura		Date		5/17/2006	
THIS	SPACE FOR FEDERA	L OR STAT	E OFFICE	USE	
Approved by		Title		Da	ate
Conditions of approval, if any, are attached. At certify that the applicant holds legal or equitable which would entitle the applicant to conduct op	e title to those rights in the subject	lease Office			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. S	ection 1212, make it a crime for a	ny person knowingl	y and willfully	to make to any	departmen of gency detile United

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM	1 APPROVED
	No. 1004-0137
Expires	s: March 31, 200'

_	UREAU OF LAND MANAGEMI NOTICES AND REPORTS		5. Lease Serial No. U-0337	
SUNDRY Do not use th abandoned we	6. If Indian, Allottee	or Tribe Name		
	PLICATE- Other instruction	s on reverse side.	7. If Unit or CA/Agr CHAPITA WE	eement, Name and/or No.
1. Type of Well Oil Well ✓			8. Well Name and N CHAPITA WE	a LLS UNIT 950-30
2. Name of Operator EOG RESOU	PRCES, INC		9. API Well No.	
3a. Address 600 17th St., Suite 1000N, Denv		one No. (include area code) -824-5526	43-047-36694 10. Field and Pool, o	
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)		NATURAL BU	
468' FSL 467' FWL (SWSW) : SECTION 30, T9S, R23E 40.0	S.L.B.&M 01006 LAT 109.377281 LON		UINTAH COU	
12. CHECK AI	PPROPRIATE BOX(ES) TO INDIC	ATE NATURE OF NOTICE	, REPORT, OR OTHE	ER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	1	
If the proposal is to deepen dire Attach the Bond under which to following completion of the in- testing has been completed. Find determined that the site is ready	Casing Repair Change Plans Plug Convert to Injection Plug ed Operation (clearly state all pertinent deta ectionally or recomplete horizontally, give so the work will be performed or provide the Bo volved operations. If the operation results in nal Abandonment Notices must be filed only	Reclamation Recomplet Recomplete Re	on W de Voor ly Abandon posal e of any proposed work and a and true vertical depths of all p tequired subsequent reports in etion in a new interval, a Fort reclamation, have been completed.	pertinent markers and zones. nust be filed within 30 days n 3160-4 must be filed once leted, and the operator has
14. Thereby certify that the for	egoing is true and correct	1		
Name (<i>Printed/Typed)</i> Mary A. Maest	as	Title Operations Cler	k	
Signature Ways	a. Mainta	Date	07/26/2006	
<u> </u>	THIS SPACE FOR FEDE	RAL OR STATE OFF	ICE USE	
Approved by		Title	Date	
Approved by Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant	attached. Approval of this notice does not all or equitable title to those rights in the su to conduct operations thereon. Ile 43 U.S.C. Section 1212, make it a crime ulent statements or representations as to ar	t warrant or Acce	pted by the Division of Fed	eral Approval Of This Action Is Necessary
Title 18 U.S.C. Section 1001 and Ti States any false, fictitious or fraud	tle 43 U.S.C. Section 1212, make it a crime ulent statements or representations as to ar	for any person knowingly, and by	Hang Id Gate Dr ranh a Ba	tment or agency of the United
(Instructions on page 2)	For R	ecord Only	

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM	APPROVED
	io. 1004-0137
Expires:	March 31, 200

L	OREAU OF LAND MAIN	AGEMENT		5. Lease Senai	No.
SUNDRY	NOTICES AND REI	PORTS ON WE	LLS	U-0337	
Do not use the abandoned we	is form for proposals (ell. Use Form 3160 - 3 (to drill or to re-e APD) for such pro	enter an oposals.	6. If Indian,	Allottee or Tribe Name
	PLICATE- Other inst	ructions on rever	rse side.	Į.	CA/Agreement, Name and/or No. TA WELLS UNIT
	Gas Well Other			8. Well Nan	ne and No. TA WELLS UNIT 950-30
2. Name of Operator EOG RESOL	JRCES, INC			9. API We	
3a. Address 600 17th St., Suite 1000N, Den	ver, CO 80202	3b. Phone No. (include 303-824-5526	e area code)	43-047-	36694 Pool, or Exploratory Area
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)	<u></u>		NATUR	RAL BUTTES
468' FSL 467' FWL (SWSW) SECTION 30, T9S, R23E 40.0	S.L.B.&M				or Parish, State H COUNTY, UTAH
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATU	RE OF NOTICE, F	REPORT, OR	OTHER DATA
TYPE OF SUBMISSION			PE OF ACTION		
✓ Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (St Reclamation Recomplete Temporarily A		Water Shut-Off Well Integrity Other Buried pipeline exception
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Water Disposal		Слерион
determined that the site is read					en completed, and the operator has
14. Thereby certify that the for Name (Printed/Typed) Mary A. Maest		Title	Operations Clerk		
Signature Mary	a. Mai a	Date		07/26/2006	
	THIS SPACE FOR	FEDERAL OR	STATE OFFICE	USE	
Approved by Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant Title 18 U.S.C. Section 1001 and T	e attached. Approval of this notice al or equitable title to those right to conduct operations thereon. tle 43 U.S.C. Section 1212, make it	te does not warrant or s in the subject lease	Office Utah Di	d by the vision of Mini	Date Federal Approval Of This f Action is Necessary ng Yeartment or agency of the United
States any false, fictitious or fraud	ulent statements or representation	ns as to any matter within	112 TalenoKec	Ola O	

Request for Exception to Buried Pipeline Requirement Chapita Wells Unit 950-30 SW/SW, Section 30, T9S, R23E Lease Number U-0337

EOG Resources, Inc. requests a variance to the requirement for a buried gas sales pipeline for the referenced well for the following reasons:

- 1. In order to bury pipe on the gas sales line route, additional surface disturbance relative to surface pipeline would be approximately 2.69 acres.
- 2. Ripping, cutting, or blasting of rock would be required, which in turn would leave long-term spoils on the right-of-way.
- 3. The disturbed soils on the pipeline corridor would be difficult to rehabilitate and would be susceptible to noxious weed infestation, which in turn would be hazardous to livestock.
- 4. Supplemental soil to replace removed rock would need to be hauled in from other locations to provide bedding and cover material.
- 5. The buried pipe would need to be coated and/or wrapped to minimize the potential for corrosion-caused gas leaks and blowouts.
- 6. Burying of pipe next to access roads increases the potential for damage, explosion, and fire when using graders and/or dozers for snow removal or road rehabilitation.
- 7. Surface equipment, including risers with blow down valves and pipeline markers will be required, adding to negative visual impact.
- 8. Disturbance of previously rehabilitated pipeline corridor could be necessary if increasing well density requires crossing of the corridor or location construction on the corridor.
- 9. Pipeline corridors subject to poor rehabilitation characteristics are susceptible to high rates of soil erosion.
- 10. Buried shallow pipelines in low areas subject to the occasional presence of standing water are susceptible to movement and surfacing.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OM B No. 1004-0137
Expires: March 31, 2007

5.	Lease Serial No.	

SUNDRY	NOTICES AND REI	PORTS ON W	ELLS	0-0337	
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					, Allottee or Tribe Name
SUBMIT IN TRIPLICATE- Other instructions on reverse side.					CA/Agreement, Name and/or No.
1. Type of Well Gas Well Other				8. Well Na	
2. Name of Operator EOG RESOURCES, INC				9. API We	ITA WELLS UNIT 950-30
3a. Address		3b. Phone No. (inclu	de area code)	43-047	
4. Location of Well (Footage, Sec.,	<u>.</u>	303-824-5526			d Pool, or Exploratory Area RAL BUTTES/MESAVERDE
468' FSL 467' FWL (SWSW)	•			11. County	or Parish, State
	001006 LAT 109.377281 LON			UINTA	H COUNTY, UTAH
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATU	TRE OF NOTICE,	REPORT, OR	OTHER DATA
TYPE OF SUBMISSION		T	YPE OF ACTION		
	Acidize	Deepen		Start/Resume)	Water Shut-Off
Notice of Intent	Alter Casing	Fracture Treat	Reclamation		Well Integrity
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon		Ahandon	Other
Final Abandonment Notice	Convert to Injection	Plug Back	Water Dispos		
The referenced well was t performed on the subject		Please see the attached	d operations summa	ry report for dr	illing and completion operations
14. I hereby certify that the fore Name (Printed/Typed)	egoing is true and correct				
Mary A. Maestas Title Operations Clerk					
Signature Mary	a. Manton	Date		08/16/2006	
	THIS SPACE FOR	FEDERAL OR	STATE OFFIC	E USE	
Approved by			Title	Ir	Date
Conditions of approval, if any, are certify that the applicant holds lega which would entitle the applicant t	al or equitable title to those rights to conduct operations thereon.	in the subject lease	Office		
Title 18 U.S.C. Section 1001 and Tit	le 43 U.S.C. Section 1212, make it a	a crime for any person	knowingly and willful	ly to make to any	department or agency of the United

(Instructions on page 2)

WELL CHRONOLOGY REPORT

Report Generated On: 08-16-2006

Well Name	CWU 950-30	Well Type	DEVG	Division	DENVER
Field	CHAPITA WELLS DEEP	API#	43-047-36694	Well Class	ISA
County, State	UINTAH, UT	Spud Date	06-22-2006	Class Date	08-15-2006
Tax Credit	N	TVD/MD	8,800/ 8,800	Property #	054939
Water Depth	0	Last CSG	0.0	Shoe TVD / MD	0/ 0
KB / GL Elev	5,108/ 5,095				
Location	Section 30, T9S, R23E, SW5	SW, 468 FSL & 467	FWL		
Event No	1.0	Description	DRILL & COMPLETE		

Operator EOG RESOURCES			ES. INC	WI % 54.681				NRI %				
Орстатог	EGG REGGEREES, II TO						11212 //			46.696		
AFE No	302808		AFE Total			1,717,600		DHC / CWC			700/ 898,900	
Rig Contr	TRU	E	Rig Name	TRUE	‡ 27	Start Date	05-	-162005	Release	Date	06-30-2006	
05-16-2005	Re	eported By										
DailyCosts: Da	rilling	\$0		Com	pletion	\$0		Dail	ly Total	\$0		
Cum Costs: D	rilling	\$0		Com	pletion	\$0		Wel	l Total	\$0		
MD	0	TVD	0	Progress	0	Days	0	MW	0.0	Visc	0.0	
Formation:			PBTD : 0.	0		Perf:			PKR D	epth : 0.	0	

Activity at Report Time: LOCATION DATA

Start End Hrs Activity Description 06:00 06:00 24.0 LOCATION DATA

468' FSL & 467' FWL (SW/SW) SECTION 30, T9S, R23E UINTAH COUNTY, UTAH

LAT40.001039, LONG 109.376600

TRUE RIG #27

TD: 8800' MESAVERDE

DW/GAS

CHAPITA WELLS DEEP PROSPECT DD&A: CHAPITA WELLS DEEP NATURAL BUTTES FIELD

LEASE: U-0337

ELEVATION: 5096.3' NAT GL, 5095.2' PREP GL (DUE TO ROUNDING 5095' IS THE PREP GL), 5108' KB (13')

EOG WI 54.681408%, NRI 46.695756%

05-07-2006 Reported By

ED TROTTER

Daily Costs: Drilling \$45.483 Completion \$0 Daily Total \$45.483

\$45,483 \$45,483 **Cum Costs: Drilling** Completion \$0 Well Total 0 MW 0.0 Visc 0.0 **Progress** Days Formation: **PBTD**: 0.0 Perf: PKR Depth: 0.0 Activity at Report Time: WO BUCKET RIG Start End Hrs **Activity Description** 06:00 06:00 24.0 5096' NAT GL, CUT AT STAKE 1.1'.

MI CRAIG'S ROUSTABOUT SERVICE. BUILD ACCESS ROAD & LOCATION. LINED RESERVE PIT. WO BUCKET RIG.

05-08-2006 Reported By COOK/BARNES \$0 \$0 **Daily Total** \$0 DailyCosts: Drilling Completion **Cum Costs: Drilling** \$45,483 Completion \$0 Well Total \$45,483 MD 40 TVD Progress Days MW 0.0 Visc 0.0 **PBTD:** 0.0 PKR Depth: 0.0 Formation: Perf:

Activity at Report Time: WO AIR RIG

06:00

06:00

Start End Hrs Activity Description

06:00 24.0 MIRU ROCKER DRILLING RIG #1. SPUD WELL @ 5:00 PM, ON 5/3/2006. DRILLED 17.5" HOLE TO 40'. RAN 40' OF 14", CONDUCTER PIPE. CEMENTED CONDUCTER TO SURFACE WITH READY MIX CEMENT.

DALL COOK NOTIFIED MIKE LEE OF BLM & CORAL DANIELS OF UDOGM OF WELL SPUD 0N 5/5/2006 @ 4: 30 PM.

COOK/BARNES 06-16-2006 Reported By DailyCosts: Drilling \$217,935 Completion \$0 **Daily Total** \$217,935 **Cum Costs: Drilling** \$263,418 Completion \$0 Well Total \$263,418 2,203 2,203 MW 0.0 0.0 MD **TVD Progress** Days Visc Formation: **PBTD:** 0.0 Perf: PKR Depth: 0.0

Activity at Report Time: WORT

06:00

Start End Hrs Activity Description

24.0 MIRU BILL JR'S AIR RIG # 30, DRILLED 12–1/4" HOLE TO 2190'. ENCOUNTERED WATER @ 1400'. RAN 49 JTS (2148.50') OF 9–5/8", 36.0#/FT, J–55, ST&C CASING WITH WEATHERFORD GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 2161' KB. RAN 200' OF 1" PIPE DOWN BACK SIDE. RDMO BILL JR'S AIR RIG.

RU BIG 4 CEMENTING. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 1000 PSIG. PUMPED 170 BBLS FRESH WATER & 20 BBLS GELLED WATER FLUSH AHEAD OF CEMENT. PUMPED 300 SACKS (61 BBLS) OF PREMIUM CEMENT W/2% CACL2 & ½ #/SX FLOCELE. MIXED TAIL CEMENT TO 15.8 PPG W/YIELD OF 1.15 CFS. DISPLACED CEMENT W/161 BBLS FRESH WATER. BUMPED PLUG W/700# @ 3:51 AM, 5/21/2006. CHECKED FLOAT, FLOAT HELD. NO RETURNS.

TOP JOB #1: PUMP DOWN 200' OF 1" PIPE. MIXED & PUMPED 150 SX (31 BBLS) OF PREMIUM CEMENT W/3% C_{1} CaCl2 & V_{2} LOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX . WOC 1 HR

TOP JOB #2: MIXED & PUMPED 225 SX (46 BBLS) OF PREMIUM CEMENT W/2% CaCl2 & ¼#/SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX.. NO RETURNS. WOC 2 HRS 20 MIN.

TOP JOB # 3: MIXED & PUMPED 225 SX (46 BBLS) OF PREMIUM CEMENT W/3% CaC12 & 1/4#/SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 2 HRS 20 MIN.

TOP JOB # 4: MIXED & PUPMED 225 SX (46 BBLS) OF PREMIUM CEMENT W/3% CaC12 & 1/4#/SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 3 HRS 30 MIN.

TOP JOB # 5 : MXED & PUMPED 175 SX (36 BBLS) OF PREMIUM CEMENT W/3% CaC12 & 1/4#/SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 3 HRS.

TOP JOB # 6: MIXED & PUMPED 50 SX (10 BBLS) OF PREMIUM CEMENT W/3% CaC12 & ¼#/SX FLOCELE. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. CEMENT STAYED AT SURFACE & STOOD FULL. RD BIG 4.

PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

MIRU SLICK LINE UNIT & SURVEY TOOL. RAN IN HOLE. TAGGED @ 2030'. PICK UP TO 2036' & TOOK SURVEY, 2 DEGREE.

JERRY BARNES NOTIFIED (LEFT MESSAGE) JAMIE SPARGER W/BLM OF THE SURFACE CASING & CEMENT JOB ON 5/20/06 @ 5:15 PM.

06-22-2006	Re	ported By	PA	UL WHITE							
DailyCosts:	Drilling	\$7,177	•	Com	pletion	\$0		Daily	Total	\$7,177	
Cum Costs:	Drilling	\$270,5	95	Com	pletion	\$0		Well 7	Cotal	\$270,595	
MD	2,203	TVD	2,203	Progress	0	Days	0	MW	0.0	Visc	0.0
Formation: PB7			PBTD : 0	.0		Perf:			PKR Dep	oth: 0.0	

Activity at Report Time: TEST BOP

Start	End	Hrs	Activity Description
06:00	12:00	6.0	RIG DOWN AND MOVE W/RW JONES TRUCKING.
12:00	13:00	1.0	MOVING RIG W/TRUCKS.
13:00	18:00	5.0	RURT. RELEASE TRUCKS AT 18:00 HRS. STAB DERRICK AT 15:00 HRS.
18:00	19:00	1.0	RAISE DERRICK.
19:00	03:00	8.0	NIPPLE UP AND RIG UP, PREPARE FOR BOP TEST. INSPECT BHA AND HWDP.
03:00	06:00	3.0	ACCETP RIG ON DAYWORK @ 03:00 HRS, 6/22/2006. TESTING BOP'S.

TRANSFERRED FROM CWU 951–30: 13 JTS 4.5", 11.6#, P–110, LT&C CASING, 1 N–80 PUP JT

TRANSFERRED 2765 GALS DIESEL FUEL

NO ACCIDENTS OR INCIDENTS ON RIG MOVE

NOTIFIED MICHAEL LEE W/BLM (LEFT MESSAGE ON AFTER HRS LINE) & CAROL DANIELS W/ST OF UT (LEFT MESSAGE) REGARDING SPUD AND BOP TEST

06-23-200	6 R	eported	By F	AUL WHITE							
DailyCosts: Drilling			\$57,580	Con	npletion	\$0		Daily	Total	\$57,580	
Cum Costs: Drilling \$328,175		\$328,175	Completion		\$0		Well Total		\$328,175		
MD	2,800	TVD	2,800	Progress	590	Days	1	MW	0.0	Visc	0.0
Formation: PBTD:			0.0		Perf:			PKR De	pth: 0.0		
Activity at	Report Ti	me: DRI	ILLING								
Start	End	Hrs	Activity Des	-							

06:00	08:00	2.0 TEST BOP'S TO 5000 PSIG HIGH AND 250 PSIG LOW PRESSURE ON ALL RAMS, VALVES, FLOOR EQUIP. TESTED HYDRIL TO 250 PSIG LOW, 2500 PSIG HIGH. FUNCTION TESTED REMOTE AND ACCUMULATOR. ACCUMULATOR PRECHARGE 950 PUMP TIME 1:50 SEC.
08:00	08:30	0.5 INSTALL WEAR BUSHING.
08:30	10:00	1.5 RIG UP FLARE LINES.
10:00	15:00	5.0 PICK UP BIT, BHA, HWDP AND DRILL PIPE. RIG DOWN WESTATES LAY DOWN EQUIPMENT.
15:00	15:30	0.5 DRILL CEMENT AND FLOAT EQ. TAG CEMENT AT 2064'.
15:30	16:00	0.5 INSTALL ROTATING HEAD ELEMENT.
16:00	19:00	3.0 DRILL CEMENT AND FLOAT EQUIPMENT.
19:00	19:30	0.5 DRILL ACTUAL FROM 2210' (SHOE) TO 2220' FOR FIT TEST.
19:30	20:00	0.5 DO FORMATION INTEGRITY TEST AT 2220' TO 11 PPG EMW.
20:00	22:00	2.0 DRILL 2220' TO 2332', 112', 2 HRS, 56 FPH.
22:00	22:30	0.5 RIG SERVICE.
22:30	00:00	1.5 DRILL 2332' TO 2428', 96', 1.5 HRS, 64 FPH.
00:00	01:00	1.0 WORK ON FLOWLINE.
01:00	04:30	3.5 DRILL 2428' TO 2740', 312', 3.5 HRS, 89 FPH.
04:30	05:00	0.5 SURVEY.
05:00	06:00	1.0 DRILL 2740' TO 2800', 60', 1 HR, 60 FPH, 420 GPM, 67 RPM MOTOR, 50 RPM ROTARY.

BGG IN GREEN RIVER 4000/5000U SAFETY MEETING: RIG UP AND WORKING W/PICKUP CREW RECEIVED 4000 GAL FUEL, ON HAND 6283 GAL, USED 409

24.0 SPUD 7 7/8" HOLE AT 20:00 HRS, 6/22/06.

\$402,906

Cum Costs: Drilling

		24.0	SPUD 7 7/8" H	OLE AT 20:00 I	HRS, 6/22/0	6.					
06-24-20	906 F	Reported I	By PA	UL WHITE							
DailyCost	ts: Drilling	g : \$.	38,802	Cor	npletion	\$ 0		Daily 7	Fotal	\$38,802	
Cum Cos	ts: Drilling	g \$	366,977	Cor	npletion	\$0		. Well T	otal	\$366,977	
MD	4,150	TVD	4,150	Progress	1,350	Days	2	MW	0.0	Visc	0.0
Formatio	Formation: PB			.0		Perf:			PKR De	pth: 0.0	
Activity a	t Report T	Fime: DRII	LLING								
Start	End	Hrs	Activity Desc	ription							
06:00	13:00	7.0	DRILL 2800' T	O 3274', 474',	7 HRS, 68 F	PH.					
13:00	15:00	2.0	REPLACE SW	IVEL PACKING	G, REPLAC	E ROD OIL	ER PUMP #2	PUMP.			
15:00	15:30	0.5	DRILL 3274' T	O 3306', 32', 0	.5 HRS, 64 l	FPH.					
15:30	16:00	0.5	SERVICE RIG.								
16:00	01:30	9.5	DRILL 3306' T	O 3775', 469',	9.5 HRS, 49	FPH.					
01:30	02:00	0.5	SURVEY AT 36	597', 2.5 DEG.							
02:00	06:00	4.0	DRILL 3775' T	O 4150', 375',	4 HRS, 93 F	PH, 420 GI	PM, 67 RPM !	MOTOR, WOB	15K, ROTA	ARY RPM 51.	
			SAFETY MEET NO ACCIDENT FUEL USED 82	S OR INCIDE	NTS		AL				
06-25-20)06 F	Reported I	By PA	UL WHITE							
DailyCos	ts: Drilling	g \$.	35,929	Cor	npletion	\$0		Daily 7	Fotal	\$35,929	

\$0

Completion

\$402,906

Well Total

MD	5,210	TVD	5,210	Progress	1,060	Days	3	MW	9.1	Visc	33.0
Formation	n:		PBTD : 0	.0		Perf:			PKR De	pth: 0.0	
Activity a	t Report Ti	me: DRILI	LING								
Start	End	Hrs A	Activity Desc	ription							
06:00	08:00	2.0	ORILL 4150' T	O 4239', 89', 4	4.5 FPH.						
08:00	09:00	1.0	RIG SERVICE.								
09:00	17:30	8.5 1	ORILL 4239' T	O 4580', 341',	8.5 HRS, 40	FPH.					
17:30	18:00	0.5 1	RIG REPAIR, #	2 PUMP.							
18:00	20:00	2.0	ORILL F/ 4580	TO 4875. 295'	2 HRS. 147	FPH.					
20:00	20:30	0.5	WORK ON #2	PUMP.							
20:30	00:30	4.0 I	ORILL 4875' T	O 4970', 95', 4	HRS, 24 F	PH.					
00:30	01:30	1.0	WORK ON #2	PUMP, CHANG	GED 2 SWA	ABS.					
01:30	06:00	4.5 1	ORILL 4970' T	O 5210', 53 FP	H, 67 RPM	MOTOR, 420	GPM, 51 RI	PM ROTAR	Y, WOB 17K.		
		1	NO ACCIDEN	rs or incide	NTS						
				TING: PUMP V		KING FLOW	CHECKS				
			FUEL USED 8	97 GAL, 4563 U	JSEABLE						
06-26-20	06 Re	eported B	y PA	UL WHITE							
DailyCost	ts: Drilling	\$4:	5,125	Cor	npletion	\$0		Dail	ly Total	\$45,125	
Cum Cos	ts: Drilling	\$4	\$448,031		Completion \$0			Well Total		\$448,031	
MD	6,156	TVD	6,156	Progress	946	Days	4	MW	10.0	Visc	38.0
Formatio	n:		PBTD : 0	.0		Perf:			PKR De	pth: 0.0	
Activity a	t Report Ti	me: DRIL	LING								
Start	End	Hrs .	Activity Desc	ription							
06:00	08:00		-	O 5256', 46', 2	HRS, 23 F	PH.					
08:00	08:30	0.5 1	DROP SURVE	Υ.							
08:30	14:00	5.5	TRIP FOR BIT	LAY DOWN F	REAMERS.						
14:00	14:30	0.5 1	FILL PIPE, WA	SH TO BOTTO	OM 5229' T	O 5256'.					
14:30	20:00	5.5 1	DRILL 5256' T	O 5542', 286',	5.5 HRS, 52	2 FPH.					
20:00	20:30	0.5	SERVICE RIG.								
20:30	06:00	9.5 1	DRILL 5542' T	O 6156', 614',	9.5 HRS, 6	4 FPH, 67 RP!	M MOTOR, F	ROTARY 5	i, 420 GPM, W	OB 15K.	
		3	SAFETY MEE	TING: ORGAN	IZATION/	TEAM WORK					
			FUEL ON HAN	ND 3590 GAL.	USED 973	GAL					
06-27-20	06 Re	eported B	y PA	UL WHITE							
DailyCost	ts: Drilling	\$3:	5,399	Сот	npletion	\$2,100		Dail	y Total	\$37,499	
Cum Cos	ts: Drilling	\$4	83,430	Cor	npletion	\$2,100		Wel	l Total	\$485,530	
MD	7,120	TVD	7,120	Progress	964	Days	5	MW	9.9	Visc	36.0
Formatio	,	2.2	PBTD : 0	0		Perf :			PKR De	•	
	u . it Report Ti	me: DRII		.~						P-22 • 0.0	
•	-			-intior							
Start	End		Activity Desc	=	256' 4 5 1	UDC 20 EDG					
06:00	12:30			6156' TO 6412'	, 230 , 0.5	пкэ, эч гүн.					
12:30	13:00	0.5	SERVICE RIG.								

Page 5

13:00 06:00

17.0 DRILL FROM 6412' TO 7120', 708', 17 HRS, 42 FPH. 420 GPM, 67 RPM MOTOR, ROTARY 45/57 RPM, WOB 15/20, MUD WT 10.3, VIS 36.

NO ACCIDENTS OR INCIDENTS

SAFETY MEETING: SAFETY WORKING AROUND FORKLIFT/HELD BOP DRILL W/TWO CREWS 38 AND 45

SEC, AMAS

FUEL USED 1047 GALS, ON HAND 2543 GALS

Formation: PBT		PBTD : 0	.0		Perf:			PKR Der	oth: 0.0		
MD	7,730	TVD	7,730	Progress	610	Days	6	MW	10.4	Visc	37.0
Cum Costs: D	rilling	\$528	,140	Con	npletion	\$9,300		Well 1	Total	\$537,440	
DailyCosts: D	rilling	\$44,7	709	Con	npletion	\$7,200		Daily	Total	\$51,909	
06-28-2006	Re	ported By	PA	UL WHITE							

Activity at Report Time: DRILLING

Start	End	Hrs	Activity Description
06:00	07:00	1.0	DRILL 7120' TO 7160', 40', 1 HR, 40 FPH.
07:00	07:30	0.5	DROP SURVEY.
07:30	14:00	6.5	TRIP FOR BIT #3.
14:00	14:30	0.5	WASH/REAM 6930' TO 6977'.
14:30	00:00	9.5	DRILL 7160' TO 7504', 344', 9.5 HRS, 36 FPH.
00:00	00:30	0.5	WORK ON #2 PUMP. CHANGE SWAB AND LINER.
00:30	03:30	3.0	DRILL 7504' TO 7690', 186', 3 HRS, 62 FPH. LOST 30 BBLS MUD. MIX LCM AND POLY SWELL.
03:30	05:30	2.0	WORK ON #2 PUMP. CHANGE VALVE SEAT.
05:30	06:00	0.5	DRILL 7690' TO 7730', 40', .5 HRS, 80 FPH, 67 RPM MOTOR, 420 GPM, 20/25 WOB, RPM 45/55.
			CONTINUE TO MIX LCM. BYPASS SHAKER, MUD WT 10.4, VIS 36.

NO ACCIDENTS OR INCIDENTS

SAFETY MEETING: FORKLIFT SAFETY/RULES REGARDING OPERATION OF FORKLIFT/EYE WEAR TRUE DRILLING SAFETY MAN MADE RIG INSPECTION

FUEL USED 974 GALS, FUEL ON HAND 1571 GAL

06-29-2006	Re	eported By	PA	AUL WHITE/PA	T CLARK						
DailyCosts: 1	Drilling	\$32,6	95	Cor	npletion	\$5,201		Daily	Total	\$37,896	
Cum Costs:	Drilling	\$560	,835	Cor	npletion	\$14,501		Well 7	l'otal	\$575,336	
MD	8,760	TVD	8,760	Progress	1,030	Days	7	MW	10.3	Visc	36.0
Formation: PBT			PBTD : 0	0.0		Perf:			PKR De	pth: 0.0	

Activity at Report Time: DRILLING

S	tart	End	Hrs	Activity Description
	06:00	09:30	3.5	DRILL 7730' - 7919', WOB 17K, RPM 48T/67M, SPP 1900 PSI, DP 150 PSI, ROP 54 FPH.
	09:30	10:00	0.5	RIG SERVICE.
	10:00	06:00	20.0	DRILL 7919' - 8760', WOB 17-30K, RPM 48T/67M, SPP 2100 PSI, DP 200 PSI, ROP 42 FPH.

FORMATION KMV PRICE RIVER @ 8225'

LITHOLOGY CARBSH 50%, SS 40%, SLTSTN 10%

BG GAS 1-3000U, CONN GAS 3-6000U, HIGH GAS 8738U @ 8126'

SAFETY MEETING: FORKLIFT SAFETY/EYE PROTECTION

06-30-20	06 Pa	ported By	 P4	T CLARK							
		\$96,08				\$142.402		D-9-	TI-A-1	\$238,492	
•	s: Drilling	\$656,9			pletion	\$142,403 \$156,904		•	Total		
	ts: Drilling				pletion			Well		\$813,829	25.0
MD	8,800	TVD	8,800	Progress	40	Days	8	MW	10.5	Visc	35.0
Formation			PBTD : 0	.0		Perf:			PKR De _l	oth: 0.0	
Activity a	t Report Ti	me: WO COM	IPLETION								
Start	End		ivity Desc	•							
06:00	07:15			8800°. WOB 29					OP 32 FPH. T	D WELL @ 07	7:15 HRS.
07:15	09:30			ND PUMP PILI					NC WAVE A	rueneonn T	n.c
09:30	11:00	LAY	DOWN CE	IND CONDITION REW AND RIG	CREW. RU	J LAYDOWN M	ACHINE.		NG W/WEA	HERFORD I	KS
11:00	19:00	8.0 LD	DRILL PIP	E. BREAK KEL	LY. PULL	WEAR BUSHIN	NG.				
19:00	01:00	MA) 8744 TAG	RKER JTS) 4', 48 JTS (3 BOTTOM	TING W/CASIN 0 4 1/2", 11.6#, P CASING, 1 (20') W/JT # 205. PU RS 5' FROM SH	110, LTC MARKER LANDIN	CASING AS FO LIT @ 6673, 61 G JT AND MAN	LLOWS: JTS CASI DREL, S	FLOAT SHO NG, 1 (20') ! TAB ROTATI	E, I JT CASI MARKER JT ING RUBBEI	ING, FLOAT C @ 4044', 94 J' R. LAND SHO	OLLAR @ TS CASING. E @ 8788'.
01:00	02:30	1.5 CIR	CULATE F	OR CEMENT. S	SAFETY M	IEETING W/SC	HLUMBE	RGER CREV	W AND RIG	CREW. RU CE	MENTERS.
02:30	04:30	CW 18.2 1425 D06 RET	100 MUD F 27 GAL/SF 5 SX (327 E 5+.2%D16 CURNS W/3	ST LINES TO 4 FLUSH, MIX AN K H2O+10%D02 BBL, 1838 CU/F 7+.1%D013. CL 50 BBLS LEFT, 1.5 BBL, FLOAT	ND PUMP 0+.2%D16 T) 50/50 P EAN UP T NO CEME	LEAD 270 SX (17+.2%D046+.59 OZ G @ 14.1 PP O PIT, DROP TO ENT TO SURFAG	143 BBL, %D013+.1 G, 1.29 Y OP PLUG CE. MAX	805 CU/FT) (25 B/SKD13(LD, 5.963 G/ AND DISPL	G CEMENT 0+.5%D065. AL/SK H2O+ ACE W/136 I	@ 11.5 PPG, 2 MIX AND PUI 2%D020+.1%I 3BL FRESH H	2.98 YLD, MP TAIL D046+.2% 2O. LOST
04:30	06:00	ANI TRU	O ND BOPI JCKS HER	G HANGER IN E. E @ 07:00 TO N D 6 JTS 4.5", 11	10VE RIG	APPROX 2 MIL	.ES TO C	WU 948-30.		EANING MUE	TANKS
06:00		CAS		D @ 06:00 HRS T COST: \$651,4	08						
07-13-20		ported By	SI	EARLE							
DailyCost	ts: Drilling	\$0		Com	pletion	\$44,200		Daily	Total	\$44,200	
Cum Cost	ts: Drilling	\$656,9	25	Com	pletion	\$201,104		Well '	Total	\$858,029	
MD	8,800	TVD	8,800	Progress	0	Days	9	MW	0.0	Visc	0.0
Formation	n:		PBTD : 0	-		Perf :			PKR Dej	oth: 0.0	
		me: WAITING	ON FRAC						_		
Start	End	Hrs Act	ivity Desc	ription							
06:00	06:00			CHLUMBERGE RD SCHLUMB		VITH RST/CBL	CCL/VDI	L/GR FROM	PBTD TO 10	00'. CEMENT	ТОР

Completion \$22,145

Daily Total \$22,145

ABOVE 1000'. RD SCHLUMBERGER.

By MCCURDY

07-15-2006 Reported By

DailyCosts: Drilling

		\$4.54.1)25	C.	1.4	\$222.240		117 17	on . I	£000 174	
	ts: Drilling	\$656,			mpletion	\$223,249			Total	\$880,174	
MD	8,800	TVD	8,800	Progress	0	Days	10	MW	0.0	Visc	0.0
	n : MESAVE		PBTD: 0	.0		Perf :			PKR De	pth: 0.0	
-	_	me: PREP FC									
Start	End		tivity Desc	•		En En La Th	EE 0 0.00	NG 70 0500	pala ppen	500 50 t G	
06:00	09:00			TREE. PRESS	OKE IESI	ED FRACTRI	EE & CASI	NG 10 8500	PSIG. PREP	FOR FRAC.	
07-19-20		eported By	H	ISLOP							
•	ts: Drilling	\$0			mpletion	\$545		•	Total	\$545	
Cum Cos	ts: Drilling	\$656,	925	Coi	mpletion	\$223,794		Well	Total	\$880,719	
MD	8,800	TVD	8,800	Progress	0	Days	11	MW	0.0	Visc	0.0
	n: MESAVE		PBTD : 8	744.0		Perf : 7983	- 8612		PKR De	pth: 0.0	
Activity a	t Report Ti	me: FRAC									
Start	End	Hrs Ac	tivity Desc	ription							
		RU 801	WL. SET W 7'-8018', 8	P 5144 PSIG. A EATHERFORI 031'-8032', 80 179'-8180' & 8	D 10K CFP 052'-8053',	@ 8230'. PER 8074'-8075',	FORATED 8105'-8106	MPR FROM 5', 8122'-812	7983'-7984' 3', 8135'-81	, 8010'-8011', 36', 8162'-816	4 ',
07-20-20	06 R	ported By	H	ISLOP							
DailyCost	ts: Drilling	\$0		Cor	mpletion	\$545		Daily	Total	\$545	
Cum Cos	ts: Drilling	\$656,	925	Coi	mpletion	\$224,339		Well	Total	\$881,264	
MD	8,800	TVD	8,800	Progress	0	Days	12	MW	0.0	Visc	0.0
Formatio	n: MESAVE	RDE	PBTD: 8	744.0		Perf: 7983	- 8612		PKR De	pth: 0.0	
Activity a	ıt Report Ti	me: NO REP	ORT								
Start	End	Hrs Ac	tivity Desc	ription							
06:00	06:00	24.0 NO	REPORT D	OUE TO FTP SI	TE DOWN	IN HOUSTON	i. WILL SE	END REPOR	TOMORRO	OW MORNING.	
07-21-20	106 R	ported By	Н	ISLOP					The state of the s	A	
DailyCost	ts: Drilling	\$0		Co	mpletion	\$387,079		Daily	Total	\$387,079	
Cum Cos	ts: Drilling	\$656,	925	Co	mpletion	\$611,418		Well	Total	\$1,268,343	
MD	8,800	TVD	8,800	Progress	0	Days	13	MW	0.0	Visc	0.0
Formatio	n: MESAVE	RDE	PBTD : 8	744.0		Perf : 6714	-8612		PKR De	pth: 0.0	
Activity a	ıt Report Ti	me: DRILL C	FPS								
Start	End	Hrs Ac	tivity Desc	ription							
06:00	11:00	YF	123 ST+ PA I		YF123ST+	& YF118ST+ \	WITH 174,0)88 # 20/40 S	AND @ 1-6	ON T-106, 4949 PPG. MTP 618	

MTR 50.6 BPM. ATP 4569 PSIG. ATR 48.4 BPM. ISIP 2510 PSIG. RD SCHLUMBERGER.

RU WIRELINE. 10K CFP @ 6825'. PERFORATE UPR FROM 6714'-6716', 6742'-6744', 6749'-6750', 6776'-6778', 6784'-6786', 6794'-6795'. @ 3 SPF @ 180' PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 4955 GAL YF123ST+ PAD, 37,935 GAL YF123ST+ & YF118ST+ WITH 136.823 # 20/40 SAND @ 1-6 PPG. MTP 6581 PSIG. MTR 51.4 BPM. ATP 3582 PSIG. ATR 42.8 BPM. ISIP 2036 PSIG. RDMO SCHLUMBERGER.

RUWL. SET 10K CBP AT 6675'. BLEED PSIG OFF TO 0 #. SWI. RDMOWL.

07-23-20	006 R	eported By		ICCURDY							
DailyCos	ts: Drilling	\$0		Com	pletion	\$7,276		Daily	Total	\$7,276	
Cum Cos	ts: Drilling	\$656	.925	Com	pletion	\$618,694		Well	Total	\$1,275,619	
MD	8,800	TVD	8,800	Progress	0	Days	14	MW	0.0	Visc	0.0
Formatio	n: MESAVE	RDE	PBTD: 8	3744.0		Perf: 6714-	-8612		PKR De	pth: 0.0	
Activity a	at Report Ti	me: CLEAN	OUT SANI	O AND DRILL C	OUT FRAC	PLUGS					
Start	End	Hrs Ac	tivity Desc	ription							
06:00	15:30			WELL SERVICE POWER SWIVE		PSIG. ND FRAC	HEAD. N	NU BOPE. RII	H W/3 7/8" B	IT & PUMP OF	F BIT SUB
07-25-20	006 R	eported By	Н	OOLEY		•					
DailyCos	ts: Drilling	\$0		Com	pletion	\$25,941		Daily	Total	\$25,941	
Cum Cos	ts: Drilling	\$656	,925	Com	pletion	\$644,635		Well	Total	\$1,301,560	
MD	8,800	TVD	8,800	Progress	0	Days	15	MW	0.0	Visc	0.0
Formatio	n: MESAVE	ERDE	PBTD : 8	3744.0		Perf: 6714-	-8612		PKR De	pth: 0.0	
Activity a	at Report Ti	me: FLOW 1	EST								
Start	End	Hrs Ac	tivity Desc	cription							
06:00	06:00	TO	NO RETUI	CLEANED OUT RNS UNTIL PLU ND BOPE. NU 1	JG @ 7125	" WAS DRILLI	ED). RIH.	CLEANED O			
			OWED 13 H .WTR.	IRS ON 16/64" (CHOKE. F	TP 1950 PSIG,	CP 2500 P	SIG. 43 BFPF	ł, recover	RED 575 BLW,	9213
		τι	BING DETA	AIL LENGTH							
		PU	MP OFF BI	T SUB 1.00'							
		1 J	T 2-3/8" 4.7	# N80 TBG 31	1.33'						
		XN	NIPPLE	1.10'							
		214	4 JTS 2-3/8	4.7# N80 TBG	6653.42'						
				13.00'							
		LA	NDED @	6699.85' KB							
07-26-20	006 R	eported By	Н	OOLEY							
DailyCos	ts: Drilling	\$52		Con	pletion	\$3,395		Daily	Total	\$3,447	

\$648,030 \$1,304,955 \$656,925 **Well Total Cum Costs: Drilling** Completion

8,800 0.0 0.0 MD **TVD** 8,800 **Progress** Davs 16 MW Visc

PKR Depth: 0.0 Formation: MESAVERDE **PBTD:** 8744.0 **Perf:** 6714-8612

Activity at Report Time: SI - WO FACILITIES

08-16-2006

Start

End

Start End Hrs **Activity Description**

24.0 FLOWED 24 HRS. 16/64" CHOKE. FTP 1850 PSIG. CP 2650 PSIG. 23 BFPH. RECOVERED 656 BLW. 8557 BLWTR. 06:00 06:00

SHUT WELL IN. WO FACILITIES.

FINAL COMPLETION DATE: 7/25/06

RANCE RASMUSSEN

\$0 \$3,395 **Daily Total** \$3,395 DailyCosts: Drilling Completion \$656,925 \$648,030 Well Total \$1,304,955 Completion

Cum Costs: Drilling MD 8,800 TVD 8,800 MW 0.0 Visc **Progress** Days

0.0

Formation: MESAVERDE PKR Depth: 0.0 **PBTD:** 8744.0 **Perf:** 6714–8612

Activity at Report Time: INITIAL PRODUCTION Hrs

Reported By

Activity Description 24.0 INITIAL PRODUCTION, OPENING PRESSURE: TP 2050 & CP 2500 PSI, TURNED WELL OVER TO OUESTAR 06:00 06:00

SALES AT 8:55 AM, 8/15/06. FLOWED 777 MCFD RATE IN 10/64" CHOKE.

STATE OF UTAH **DEPARTMENT OF NATURAL RESOURCES** DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

EOG Resources, Inc.

Operator Account Number: N

Address:

600 17th St., Suite 1000N

city Denver

zip 80202 state CO

Phone Number:

(303) 824-5526

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County	
43-047-36694	Chapita Wells Unit 950	swsw	30	98	23E Uinta			
Action Code	Current Entity Number	Spud Date			Entity Assignment Effective Date			
С	13918	13650	5/3/2006			9/1/2005		

Wall 2

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-36007	Chapita Wells Unit 314-30F		NENW	30	98	23E	Uintah
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
С	13918	13650	5	/26/200	6		9/1/2005

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County	
43-047-36008	Chapita Wells Unit 949-30		NESE	30	98	23E	Uintah	
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date			
С	13918	13650	6/21/2006			9/1/2005		
Comments: $\gamma\gamma$				— 9 <i>,</i>	127/06			

ACTION CODES:

- A Establish new entity for new well (single well only)
- **B** Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- Re-assign well from one existing entity to a new entity
- Other (Explain in 'comments' section)

RECEIVED

SEP 2 7 2006

Mary A. Maestas Name/(Please Print)

Signature Regulatory Assistant

Title

9/27/2006

Date

(5/2000)

Form 3160-4 (April 2004) UNITED STATES FORM APPROVED DEPARTMENT OF THE INTERIOR OMB NO. 1004-0137 **BUREAU OF LAND MANAGEMENT** Expires: March 31, 2007 WELL COMPLETION OR RECOMPLETION REPORT AND LOG Lease Serial No. U-0337 6. If Indian, Allottee or Tribe Name Oil Well Gas Well Dry Other la. Type of Well New Well Work Over Deepen Plug Back Diff. Resvr, . b. Type of Completion: Unit or CA Agreement Name and No. Other Chapita Wells Unit Name of Operator Lease Name and Well No. Chapita Wells Unit 950-30 EOG Resources, Inc. AFI Well No Phone No. (include area code) Address 600 17th Street, Suite 1000N, Denver, CO 80202 303-824-5526 43-047-36694 10. Field and Pool, or Exploratory Location of Well (Report location clearly and in accordance with Federal requirements)* Natural Buttes/Mesaverde 468' FSL & 467' FWL (SW/SW) 40.001006 LAT 109.377281 LON Sec., T., R., M., on Block and Survey or Area Sec. 30-T9S-R23E At top prod. interval reported below Same 13. State County or Parish UT At total depth Same **Uintab County** Elevations (DF, RKB, RT, GL)* 16. Date Completed 15. Date T.D. Reached 14. Date Spudded 08/15/2006 06/29/2006 D& A 7 5096' NAT GL 05/03/2006 Ready to Prod. Depth Bridge Plug Set: MD MD 8800' 19. Plug Back T.D.: MD 8744' 18. Total Depth: TVD TVD Yes (Submit analysis) 21. Type Electric & Other Mechanical Logs Run (Submit copy of each) 22 Was well cored? √ No **√**No Was DST run? Yes (Submit report) RST/CBL/CCL/VDL/GR Directional Survey? √ No Yes (Submit copy) 23. Casing and Liner Record (Report all strings set in well) Stage Cementer Slurry Vol. (BBL) No. of Sks. & Amount Pulled Bottom (MD) Cement Top* Wt. (#/ft.) Hole Size Size/Grade Top (MD) Type of Cement Depth J-55 0-2161 1350 sx 12-1/4" 9-5/8" 36.0# 7-7/8" 4-1/2" P-110 0-8788 1695 sx 11.6# 24 Tubing Record Depth Set (MD) Packer Depth (MD) Depth Set (MD) Packer Depth (MD) Depth Set (MD) Packer Depth (MD) Size Size Size 2-3/8" 6700 Perforation Record 25. Producing Intervals No. Holes Perf. Status Formation Bottom Perforated Interval Size Top 2/spf 8612 8312-8612 Mesaverde 6714 B) 7983-8188 2/spf \overline{C} 7709-7938 2/spf D 7452-7638 2/spf 27. Acid, Fracture, Treatment, Cement Squeeze, etc. Amount and Type of Material Depth Interval 49,158 GALS GELLED WATER & 170,308# 20/40 SAND 8312-8612 7983-8188 59,787 GALS GELLED WATER & 223,584# 20/40 SAND

62,740 GALS GELLED WATER & 237,699# 20/40 SAND 7709-7938 61,900 GALS GELLED WATER & 235,930# 20/40 SAND 7452-7638 28. Production - Interval A Oil Gravity Corr. API Gas Production Method Date First Hours Tested Test Production Oil BBL Gas MCF Water Gravity Produced FLOWS FROM WELL 12 694 140 08/15/2006 08/22/2000 Gas Gas/Oil Well Status Choke Tbg. Press. Water Csg. 24 Hr. BBL BBL Flwg. Size Press. Rate PRODUCING GAS WELL 12/64" SI 1800 2150 28a. Production - Interval B Hours Test Oil BBL Water Oil Gravity Corr. API Gas Gravity Production Method Date First MCF BBL Production Date Tested Produced 24 Hr. Gas/Oil Well Status Choke Gas Water BBL Tbg. Press Csg. Press. Oil BBL MCF Ratio Flwg. DEC 0 8 2006 Size Rate SI

301 D. L.		1.0								· · · · · · · · · · · · · · · · · · ·
Date First	ction - Inte	rval C Hours	Test	Oil	1 6	Twa	Louis	Gas	T	· · · · · · · · · · · · · · · · · · ·
Produced	Date	Tested	Production	BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gravity	Production Method	
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	,,,,.	
28c. Produ	uction - Int	erval D					- 			
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status		
29. Dispo		Gas (Sold, 1	used for fuel,	vented, et	rc.)					
SOL	LD									
Show tests,	v all import	ant zones	(Include Aq of porosity a val tested, cu	and conter	nts thereof:	Cored intervipen, flowing	als and all drill-ster and shut-in pressure	n	ion (Log) Markers	
Form	nation	Тор	Bottom		Desc	riptions, Cont	tents, etc.		Top Meas. Depth	
Mesavero	de	6714	8612					Middle	Wells anyon	4466 5036 5726 6388 6545 6664 7562 8346
32. Additi	ional remar	ks (include	plugging pr	ocedure):				··		
SEE	ATTACH	IED SHE	ET.							
☐ Ele	ctrical/Med	hanical Lo	een attached ogs (1 full se ng and ceme	t req'd.)	□G	the appropria eologic Repor ore Analysis		Direction	al Survey	
34. I hereb	by certify th	at the fore	going and att	ached info	ormation is c	omplete and o	correct as determined	d from all availal	ble records (see attached instr	uctions)*
Name (į	please prin	Mary	A. Maestas				Title Regul	atory Assistan	it	
Signati	ure	Mar	uz a.	Ma	war		Date	2006		
Title 18 U. States any	S.C Section	on 1001 an	d Title 43 U	S.C Sect	ion 1212, m r representa	ake it a crime tions as to ar	for any person kno	wingly and wills	fully to make to any departm	ent or agency of the Unite

Chapita Wells Unit 950-30 - ADDITIONAL REMARKS (CONTINUED):

26. PERFORATION RECORD

7146-7381	3/spf
6920-7095	2/spf
6714-6795	3/spf

27. ACID, FRACTURE TREATMENT, CEMENT SQUEEZE, ETC.

7146-7381	41,035 GALS GELLED WATER & 129,731# 20/40 SAND
6920-7095	59,787 GALS GELLED WATER & 174,088# 20/40 SAND
6714-6795	43,055 GALS GELLED WATER & 136,823# 20/40 SAND

Perforated the Lower Price River from 8312-8313', 8328-8329', 8334-8335', 8357-8359', 8403-8404', 8419-8420', 8438-8440', 8454-8455', 8553-8554', 8572-8573' & 8610-8612' w/ 2 spf.

Perforated the Middle Price River from 7983-7984', 8010-8011', 8017-8018', 8031-8032', 8052-8053', 8074-8075', 8105-8106', 8122-8123', 8135-8136', 8162-8164', 8170-8171', 8179-8180' & 8187-8188' w/ 2 spf.

Perforated the Middle Price River from 7709-7710', 7723-7724', 7758-7759', 7781-7782', 7794-7795', 7806-7807', 7833-7834', 7869-7870', 7884-7885', 7894-7896', 7916-7917' & 7937-7938' w/ 2 spf.

Perforated the Middle Price River from 7452-7453', 7463-7464', 7514-7515', 7525-7526', 7531-7532', 7556-7557', 7573-7575', 7586-7587', 7603-7604', 7616-7618', 7627-7628' & 7637-7638' w/ 2 spf.

Perforated the Upper Price River from 7146-7147', 7155-7157', 7241-7242', 7250-7252', 7266-7267', 7307-7308', 7365-7367' & 7379-7381' w/ 3 spf.

Perforated the Upper Price River from 6920-6921', 6932-6933', 6942-6943', 6971-6973', 6983-6985', 7006-7008', 7024-7026', 7074-7075', 7078-7079' & 7094-7095' w/ 2 spf.

Perforated the Upper Price River from 6714-6716', 6742-6744', 6749-6750', 6776-6778', 6784-6786' & 6794-6795' w/ 3 spf.

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED
OM B No. 1004-0137
Expires: March 31, 2007

BUREAU OF LAND MANAGEMENT	5. Lease Serial No. U-0337
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.	6. If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE- Other instructions on reverse side.	7. If Unit or CA/Agreement, Name and/or No. Chapita Wells Unit
1. Type of Well Gas Well Other	8. Well Name and No.
2. Name of Operator EOG Resources, Inc.	Chapita Wells Unit 950-30 9. API Well No.
3a Address 3b. Phone No. (include area code) 600 17th Street, Suite 1000N, Denver, CO 80202 303-262-2812	43-047-36694 10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	Natural Buttes/Mesaverde
468' FSL & 467' FWL (SWSW) Sec. 30-T9S-R23E 40.001006 LAT 109.377281 LON	11. County or Parish, State Uintah County, Utah
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOT	ICE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACT	ION
Notice of Intent ☐ Alter Casing ☐ Fracture Treat ☐ Reclan ☐ Casing Repair ☐ Change Plans ☐ Plug and Abandon ☐ Tempo	plete
14. Thereby certify that the foregoing is true and correct Name (Printed/Typed) Carrie MacDonald Signature Title Operations C This space for Federal Or STATE O	02/07/2007
Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and States any false fictitions or fraudulent statements or representations as to anymatter within its jurisdiction	willfully to make the Cattle of the United

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROV	FD
OM B No. 1004-01	
Expires March 31	200

SUNDRY NOTICES AND REPORTS ON WELLS				5. Lease Serial No. U-0337	
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.				6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well				If Unit or CA/Agreement, Name and/or No. Chapita Wells Unit	
Öil Well			8. Well Name and No.		
2. Name of Operator EOG Resources, Inc.				Chapita Wells Unit 950-30 9. API Well No.	
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4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					
468' FSL & 467' FWL (SWSW) Sec. 30-T9S-R23E 40.001006 LAT 109.377281 LON			11. County or Parish, State Uintah County, Utah		
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA					
TYPE OF SUBMISSION TYPE OF ACTION					
Notice of Intent ☐ Acidize ☐ Alter Casing ☐ ✓ Subsequent Report ☐ Casing Repair	Deepen Fracture Treat New Construction	Production (Sta	water Shut-Off Well Integrity Other Interim reclamation		
Final Abandonment Notice Change Plans Convert to Injection	Plug and Abando Plug Back	n Temporarily Ab	andon		
Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) All material, debris, trash, and junk was removed from the location. The reserve plt was reclaimed. Stockpiled topsoil was spread over the pit area and broadcast seeded with the prescribed seed mixture. The seeded area was then walked down with a cat. Interim reclamation was completed on May 31,2007. Accepted by the Division of th					
 I hereby certify that the foregoing is true and correct Name (Printed/Typed) 	1				
Carrie MacDonald	Title	Operations Clerk			
Signature Change / Land	Date	0	7/27/2007		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by		Title		ate	
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject lear which would entitle the applicant to conduct operations thereon.		Office		214.	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a c States any false, fictitious or fraudulent statements or representations as	crime for any person to any matter within	knowingly and willfully to	o make to any	department or agency of the United	

(Instructions on page 2)

RECEIVED JUL 3 0 2007